

VHS Mechatronics Services Private Limited: Reaffirmed

Facilities	Amount (Rs. Crore)	Rating/Outlook
Cash Credit	2.00	SMERA D (Reaffirmed)
Term Loan	2.80 (Increased from 0.61)	SMERA D (Reaffirmed)
Working Capital Term Loan	1.60 (Decreased from 1.72)	SMERA D (Reaffirmed)
Bank Guarantee	1.00	SMERA D (Reaffirmed)
Letter of Credit	0.40	SMERA D (Reaffirmed)
Proposed (Long term)	0.20	SMERA D (Assigned)

SMERA has reaffirmed the rating of '**SMERA D**' (read as **SMERA D**) on the Rs.8.00 crore bank facilities of VHS Mechatronics Services Private Limited (VMSPL). The rating continues to reflect delays in servicing of debt by the company. The rating also factors in the stretched liquidity position.

About the Company

VMSPL, incorporated in 1996, is a Chennai-based company promoted by Mr. Sivaraman Nair Krishnaprasad and Mr. Krishnaprasad Sivakumar. The company undertakes repairs and maintenance of CNC cutting machines.

For FY2013-14 (refers to financial year, April 01 to March 31), VMSPL incurred net loss of Rs.1.78 crore (provisional) on operating income of Rs.2.49 crore (provisional), as compared with profit after tax of Rs.0.16 crore on operating income of Rs.5.99 crore in the previous year. VMSPL's net worth stood at Rs.0.68 crore as on March 31, 2014, as compared with Rs.2.46 crore a year earlier.

Rating History

Date	Facilities	Amount (Rs. Crore)	Rating		Rating Outlook
			Long Term	Short Term	
24, June 2015	Cash Credit	2.00	SMERA D (Assigned)	-	-
	Term Loan	0.61	SMERA D (Assigned)	-	-
	Working Capital Term Loan	1.72	SMERA D (Assigned)	-	-
	Bank Guarantee	1.00	SMERA D (Assigned)		
	Letter of Credit	0.40	SMERA D (Assigned)	-	-
	Term Loan(Proposed)	2.27	SMERA D (Assigned)		

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ABOUT SMERA

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