

Press Release

SALONAH TEA PRIVATE LIMITED (STPL)

MARCH 16, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 38.00 Cr. #
Long Term Rating	SMERA B Issuer not co-operating*

Refer Annexure for details

* The issuer did not co-operate; Based on best available information.

SMERA has reviewed long-term rating of '**SMERA B**' (read as **SMERA B**) on the Rs. 38.00 crore bank facilities of SALONAH TEA PRIVATE LIMITED (STPL). This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower

SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer / borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.htm>

Limitation regarding information availability

The rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). SMERA endeavored to gather information about the entity/ industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity

The West Bengal-based, STPL, incorporated 2012 by Mr. Sushil Sitaram Bhuwalka, Mr. Sitaram Bhuwalka and Mr. Ishwarlal Bhudarbhai Ubhadia is engaged in tea production. The tea garden of the company is located in Assam.

For FY2015-16, STPL reported net loss of Rs. 1.07 crore on operating income of Rs. 33.40 crore as compared with net loss of Rs. 2.03 crore on operating income of Rs. 31.34 crore for FY2014-15. The company's net worth stood at Rs. 7.74 crore as on March 31, 2016 as compared with Rs.8.81 crore a year earlier.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
26 December, 2016	Term Loan	Long Term	30.00	SMERA B/ Stable (Assigned)
	Cash Credit	Long Term	8.00	SMERA B / Stable (Assigned)
28 June, 2016	Term Loan	Long Term	30.00	SMERA D (Assigned)
	Cash Credit	Long Term	8.00	SMERA D (Assigned)
23 June, 2015	Term Loan	Long Term	30.00	SMERA BB / Stable (Assigned)
	Cash Credit	Long Term	8.00	SMERA BB / Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	30.00	SMERA B Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	8.00	SMERA B Issuer not co-operating*

*The issuer did not co-operate; Based on best available information.

Contacts

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ABOUT SMERA

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