

## Press Release

### Secure Industries Private Limited (SIPL)

15 January, 2018



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.21.45 Cr
<b>Long Term Rating (Indicative)</b>	SMERA D Issuer not co-operating*
<b>Long Term Rating (Indicative)</b>	SMERA D Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long term rating of '**SMERA D (read as SMERA D)**' and short term rating of '**SMERA D (read as SMERA D)**' on the Rs.21.45 crore bank facilities of Secure Industries private Limited (SIPL). 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

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

The SG Group comprises two entities, SIPL and MPPL. The group designs and manufactures closures and closure moulds used for PET bottles, fruit juices, at its factory at Medak, Telangana.

For FY2015–16, the group reported profit after tax (PAT) of Rs.5.94 crore on net operating income of Rs.61.38 crore, as compared with PAT of Rs.3.67 crore on operating income of

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Rs.46.07 crore in the previous year. The group's net worth stood at Rs.15.31 crore as on March 31, 2016, as compared with Rs.9.30 crore a year earlier.

### About the Rated Entity:

SIPL, (the erstwhile Plenco Polymers Private Limited) manufactures closures at its factory located at Medak, Telangana. For FY2015-16, SIPL reported profit after tax (PAT) of Rs.5.75 crore on net operating income of Rs.60.37 crore, as compared with net profit of Rs.3.39 crore on operating income of Rs.44.23 crore in the previous financial year. The company's net worth stood at Rs.14.42 crore as on March 31, 2016, as compared with Rs.8.64 crore a year earlier.

### Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
24-October-2016	Cash credit^	Long term	7.50	SMERA D (Downgraded)
	Term Loan I	Long term	6.00	SMERA D (Downgraded)
	Term Loan II	Long term	1.20	SMERA D (Downgraded)
	Term Loan III	Long term	3.00	SMERA D (Downgraded)
	Term Loan IV	Long term	2.75	SMERA D (Downgraded)
	Letter of credit	Short term	1.00	SMERA D (Downgraded)
8-July-2015	Term Loan	Long term	12.95	SMERA BB/Stable (Assigned)
	Cash credit	Long term	7.50	SMERA BB/Stable (Assigned)

	Letter of credit	Short term	1.00	SMERA A4+ (Assigned)
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<sup>^</sup>Interchangeable from cash credit to letter of credit to the extent of Rs.2.00 crore but not vice versa.

#### Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash credit <sup>^</sup>	NA	NA	NA	7.50	SMERA D (Indicative)
Term Loan I	NA	NA	NA	6.00	SMERA D (Indicative)
Term Loan II	NA	NA	NA	1.20	SMERA D (Indicative)
Term Loan III	NA	NA	NA	3.00	SMERA D (Indicative)
Term Loan IV	NA	NA	NA	2.75	SMERA D (Indicative)
Letter of credit	NA	NA	NA	1.00	SMERA D (Indicative)

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

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#### ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a

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