

Wazir Singh Yarns Private Limited: Downgraded

| Facilities | Amount (Rs. Crore) | Ratings/Outlook |
|------------------|--------------------|--|
| Term Loan | 3.19 | SMERA D (Downgraded from SMERA B+/Stable) |
| Cash Credit – I* | 7.00 | SMERA D (Downgraded from SMERA B+/Stable) |
| Cash Credit – II | 4.50 | SMERA D (Downgraded from SMERA B+/Stable) |

**Includes ILC/FLC as sublimit to extent of Rs. 3.00 crore.*

SMERA has downgraded the long term rating on the Rs.14.69 crore bank facilities of Wazir Singh Yarns Private Limited (WSYPL) to **‘SMERA D’ (read as SMERA D)** from ‘SMERA B+’ (read as SMERA B plus). The rating reflects delays in servicing of debt obligations and the stretched liquidity position.

Rating Sensitivity Factor

- Curing of default

Criteria applied to arrive at the ratings:

- Manufacturing Entities

About the Company

The Amritsar-based WSYPL established in 2008 undertakes manufacturing and trading of nonwoven fabric and home textiles.

For FY2013-14, the company reported net loss of Rs.0.09 crore on operating income of Rs.5191 crore. The networth stood at Rs.9.38 crore as on March 31, 2014, compared to Rs.6.23 crore a year earlier.

Rating History

| Date | Facilities | Amount (Rs. Crore) | Ratings | | Rating Outlook |
|-----------------|------------------|-----------------------|------------------------|------------|-------------------|
| | | | Long Term | Short Term | |
| 11 August, 2015 | Term Loan | 3.19 | SMERA B+ (Assigned) | - | Stable |
| | Cash Credit – I | 7.00* | SMERA B+ (Assigned) | - | Stable |
| | Cash Credit – II | 4.50 | SMERA B+ (Assigned) | - | Stable |

**Includes ILC/FLC as sublimit to extent of Rs. 3.00 crore.*

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ABOUT SMERA

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