

Press Release

Pioneer Leder Tex Private Limited (PLTPL)

08 February, 2017

Rating Update

Total Bank Facilities Rated	Rs.11.80 Cr
Long Term Rating (Indicative)	SMERA B+ Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A4 Issuer not co-operating*

Refer Annexure for details of instrument.

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

Rating Action

SMERA has reviewed the long term rating of '**SMERA B+** (read as SMERA B plus) and short term rating of '**SMERA A4**' (read as SMERA A four) on the Rs.11.80 crore bank facilities of Pioneer Leder Tex Private Limited Limited (PLTPL). The ratings are now indicative ratings and 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 since November' 2016. SMERA has also requested for the payment of outstanding surveillance fee.

Information Status	Not Received
Status of Surveillance Fee	Not Received

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

Applicable Criteria

- Application of Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>
- Manufacturing - <https://www.smera.in/criteria-manufacturing.htm>

Limitation regarding information availability: The rating is based on the information furnished by the rated entity till August 2015. Due to non-submission of information, SMERA endeavored to gather information about the entity / industry from sources available in public domain. SMERA therefore records its caution to the lenders/investors/public regarding the outdated data/non-reliability of data, on which the indicative credit rating is based.

About the Rated Entity:

PLTPL, a Chennai based company, started in 2006, is engaged in the manufacture and export of finished leather. The promoters Mr. A. Mohamed Farook, Mr. A. Abdul Careem, Mr. A. Shafi Ahmed and Mrs. M. Regina Begum started the business operations as a partnership firm 'Pioneer Leather Craft' in 1992. Later in 2004, the name was changed to Pioneer International and in 2006 it was converted into a private limited company.

For FY2013-14, PLTPL reported profit after tax (PAT) of Rs.0.78 crore on operating income of Rs.36.37 crore as compared with PAT of Rs.0.22 crore on operating income of Rs.22.86 crore for FY2012-13.

Rating History for the last three years:

Name of Instrument /Facilities	FY 2017			FY 2016		FY 2015		FY 2014	
	Scale	Amt (Rs. Crore)	Rating	Date	Rating	Date	Rating	Date	Rating
Working Capital Demand Loan	Long Term	2.00	SMERA B+ (Issuer not co-operating)	21 Aug 2015	SMERA B+/ Stable (Assigned)	NA	NA	NA	NA
Packing Credit cum FBP/FBN*	Short Term	6.50	SMERA A4 Issuer not co-operating)	21 Aug 2015	SMERA A4 (Assigned)	NA	NA	NA	NA
Letter of credit	Short Term	2.00	SMERA A4 (Issuer not co-operating)	21 Aug 2015	SMERA A4 (Assigned)	NA	NA	NA	NA
Duty Drawback	Short Term	1.30	SMERA A4 Issuer not co-operating)	21 Aug 2015	SMERA A4 (Assigned)	NA	NA	NA	NA

* Sublimit is duty drawback receivable of Rs.1.50 crore.

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue	Ratings/Outlook
Working Capital Demand Loan	NA	NA	NA	2.00	SMERA B+ (Issuer not co-operating)
Packing Credit cum FBP/FBN*	NA	NA	NA	6.50	SMERA A4 (Issuer not co-operating)
Letter of credit	NA	NA	NA	2.00	SMERA A4 (Issuer not co-operating)
Duty Drawback	NA	NA	NA	1.30	SMERA A4 (Issuer not co-operating)

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

Contacts:

Analytical	Rating Desk
Vinayak Nayak Head – Operations, SMERA Bond Ratings Tel: 02267141190 Email: vinayak.nayak@smera.in	Varsha Bist Sr. Executive Tel: 022-67141160 Email: varsha.bist@smera.in
Abhishek Dey Rating Analyst Tel: 03366201200 Email: abhishek.dey@smera.in	

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 Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit www.smerra.in.

Disclaimer: A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.smerra.in) for the latest information on any instrument rated by SMERA.