

Press Release

Kalyaneswari Udyog Private Limited (KUPL)



January 25, 2018

Rating Update

Total Bank Facilities Rated*	Rs. 5.40 Cr. #
Long Term Rating	SMERA B+ Issuer not co-operating*
Short Term Rating	SMERA A4 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 plus) and short term rating of '**SMERA A4** (read as SMERA A four) on the Rs. 5.40 crore bank facilities of Kalyaneswari Udyog Private Limited (KUPL). This is an indicative rating.

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 required documents 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.smerra.in/criteria-default.htm>
- Manufacturing entities - <https://www.smerra.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 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 rated entity

KUPL, incorporated in 2010. The West Bengal based company, engaged in the manufacturing of Polypropylene (PP) and High Density Polyethylene (HDPE) woven sacks. Mr. Vijay Agarwal (husband of Mrs. Anita Agarwal) and Mr. Rakesh Agarwal (husband of Mrs. Puja Agarwal) oversee the routine operations of the company. KUPL has its manufacturing facility at Kulti (west Bengal) with an installed capacity of 3, 600 tons per annum, with utilization of around 90 per cent.

For FY2014-15, KUPL reported PAT of Rs. 0.21 crore on operating income of Rs. 23.48 crore as compared with PAT of Rs. 0.80 crore on operating income of Rs. 22.47 crore for FY2013-14. As per twelve months provisional financial for 2015-16, company has reported PAT of Rs. 0.33 crore on operating income of Rs. 24.33 crore. The company's net worth stands at Rs. 4.27 crore as on March 31, 2016 as compared with Rs. 3.94 crore a year earlier.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
13-December-2016	Term Loan	Long Term	INR 1.47	SMERA B+/Stable (Suspension Revoked, Assigned)
	Cash Credit	Long Term	INR 3.40	SMERA B+/Stable (Suspension Revoked, Assigned)
	Cash Credit (Proposed)	Long Term	INR 0.23	SMERA B+/Stable (Suspension Revoked, Assigned)
	Bank Guarantee	Short Term	INR 0.30	SMERA A4 (Suspension Revoked, Assigned)
28-July-2016	Term Loan	Long Term	INR 2.85	SMERA BB-/Stable (Suspended)
	Cash Credit	Long Term	INR 3.40	SMERA BB-/Stable (Suspended)
	Cash Credit (Proposed)	Long Term	INR 0.45	SMERA BB-/Stable (Suspended)
	Bank Guarantee	Short Term	INR 0.30	SMERA A4 (Suspended)
02-September-2015	Term Loan	Long Term	INR 2.85	SMERA BB-/Stable (assigned)
	Cash Credit	Long Term	INR 3.40	SMERA BB-/Stable (assigned)
	Cash Credit (Proposed)	Long Term	INR 0.45	SMERA BB-/Stable (assigned)
	Bank Guarantee	Short Term	INR 0.30	SMERA A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.47	SMERA B+ Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.40	SMERA B+ Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	0.23	SMERA B+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.30	SMERA A4 Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Vinayak Nayak Head – Ratings Operations Tel: 022-67141190 vinayak.nayak@smera.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 varsha.bist@smera.in
Naveen Papisetty Executive Analyst - Rating Operations Tel: 022-67141148 naveen.papisetty@smera.in	

ABOUT SMERA

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