

Press Release

Kanchi Karpooram Limited (KKL)

26 September, 2017



Rating Update

Total Bank Facilities Rated*	Rs.17.00 Cr
Long Term Rating (Indicative)	SMERA BB- Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A4+ 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 BB-**' (read as **SMERA double B minus**) and **short term rating of 'SMERA A4+'** (read as **SMERA A four plus**) on the Rs.17.00 crore bank facilities of Kanchi Karpooram Limited (KKL). 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.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 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: KKL, promoted by Mr. Suresh Shah was incorporated in 1992 for production and selling of camphor and its by-products. The production facility of the company is located in Kancheepuram district, Tamil Nadu.

For FY2016-17, KKL reported profit after tax (PAT) of Rs.3.01 crore on operating income of Rs.58.56 crore, as compared with PAT of Rs.0.79 crore pm operating income of Rs.56.40 crore in FY2015-16. The net worth stood at Rs.8.30 crore as on 31 March, 2016 as compared to Rs.8.25 crore as on 31 March, 2015.

Rating History:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23-Apr-16	Cash Credit	Long Term	7.00	SMERA BB- / Stable (Reaffirmed)
	Buyers Credit	Short Term	10.00	SMERA A4+ (Reaffirmed)
29-Sept-15	Cash Credit	Long Term	7.00	SMERA BB- / Stable (Assigned)
	Buyers Credit	Short Term	10.00	SMERA A4+ (Assigned)

***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	NA	NA	NA	7.00	SMERA BB- Issuer not co-operating*
Buyers Credit	NA	NA	NA	10.00	SMERA A4+ Issuer not co-operating*

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

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ABOUT SMERA

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