

Press Release

Shri Raj Jewels (SRJ)

15 February, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 56.56 Cr
Long Term Rating (Indicative)	SMERA BB+ 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 plus) on Rs.56.56 crore bank facilities of Shri Raj Jewels (SRJ). 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.smerra.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smerra.in/criteria-default.htm>
- Financial Ratios and Adjustments: <https://www.smerra.in/criteria-fin-ratios.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 endeavored 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:

Shri Raj Jewels is a Mumbai-based partnership firm, established in 2012 by Mr. Bharat Jain, Mr. Arvind Ranawat, Mr. Nikhil Ranawat and Mr. Praful Ranawat. SRJ was established after taking over SRR Jewels, which was operational from 2004. The firm is a 100 per cent export oriented unit (EOU) that manufactures and exports gold and diamond-studded jewellery at Andheri, Mumbai.

SMERA Ratings Limited

For FY2015-16, SRJ reported profit after tax (PAT) of Rs.9.69 crore on operating income of Rs.170.17 crore, as compared to PAT of Rs.8.92 crore on operating income of Rs.134.10 crore in FY2014-15.

Rating History for the last three years:

Date	Name of Instrument/ Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
02 Nov, 2016	Packing credit @	Long Term	10.80	SMERA BB+/Stable (Reaffirmed)
	Packing credit (standby limit 20%) @	Long Term	2.16	SMERA BB+/ Stable (Reaffirmed)
	Post shipment @	Long Term	12.00	SMERA BB+/Stable (Reaffirmed)
	PSC (Standby limit 20%)	Long Term	2.40	SMERA BB+/Stable (Reaffirmed)
	WC Pre-shipment credit (EPC)**	Long Term	4.60	SMERA BB+/Stable (Reaffirmed)
	WC Post-shipment credit (EPC)**	Long Term	15.40	SMERA BB+/Stable (Reaffirmed)
	SLC Limit**	Long Term	3.00	SMERA BB+/Stable (Reaffirmed)
	Export packing credit/PCFC/Gold Loan #(1)	Long Term	5.00	SMERA BB+/Stable (Reaffirmed)
07 Oct, 2015	FPB/PSCFC/FCBD/ODFOBC* # (2)	Long Term	5.00	SMERA BB+/Stable (Reaffirmed)
	EPC/PSC	Long Term	56.56	SMERA BB+ (Assigned)

@one way 50 per cent interchangeability of limit from PC to PSC, advance against direct bills upto 100 per cent of post shipment limits and 20 per cent inbuilt adhoc to meet urgent credit needs for execution of export orders.

**100 per cent interchangeability from pre-shipment and 50% from post shipment to pre-shipment and finance against direct bills sublimit to the extent of 70 percent of sanctioned PSC limit

#maximum (1+2)= Rs.6.20 crore

*sublimit of direct export bills of Rs.3.75 crore, sublimit of bills on associates of Rs.3.75 crore and sublimit of Drawee wise bills of Rs2.50 crore

Annexure - Details of instruments rated:

Name of the Facilities	Date of Issuance	Coup on Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Packing credit @	NA	NA	NA	10.80	SMERA BB+ Issuer not co-operating*
Packing credit (standby limit 20%) @	NA	NA	NA	2.16	SMERA BB+ Issuer not co-operating*
Post shipment @	NA	NA	NA	12.00	SMERA BB+ Issuer not co-operating*
PSC (Standby limit 20%)	NA	NA	NA	2.40	SMERA BB+ Issuer not co-operating*
WC Pre-shipment credit (EPC)**	NA	NA	NA	4.60	SMERA BB+ Issuer not co-operating*
WC Post-shipment credit (EPC)**	NA	NA	NA	15.40	SMERA BB+ Issuer not co-operating*
SLC Limit**	NA	NA	NA	3.00	SMERA BB+ Issuer not co-operating*
Export packing credit/PCFC/Gold Loan #(1)	NA	NA	NA	5.00	SMERA BB+ Issuer not co-operating*
FPB/PSCFC/FCBD/ODFO BC* # (2)	NA	NA	NA	5.00	SMERA BB+ Issuer not co-operating*

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ABOUT SMERA

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