

Press Release

Shri Raj Jewels

April 25, 2019

Rating Update



Total Bank Facilities Rated*	Rs.56.56 Cr.#
Long Term Rating (Indicative)	ACUITE BB+ Issuer not co-operating*

#Refer Annexure for details

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

ACUITE has reviewed the long term rating of '**ACUITE BB+** (read as **ACUITE 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:

Acuité 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 Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.smerra.in/criteria-default.htm>
- Financial Ratios And Adjustments - <https://www.smerra.in/criteria-fin-ratios.htm>
- Entities In Services Sector - <https://www.smerra.in/criteria-services.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). Acuité endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

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.

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.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

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

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

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Packing credit	Not Applicable	Not Applicable	Not Applicable	10.80	ACUITE BB+ Issuer not co-operating*
Packing credit (standby limit 20%) @	Not Applicable	Not Applicable	Not Applicable	2.16	ACUITE BB+ Issuer not co-operating*
Post shipment @	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB+ Issuer not co-operating*
PSC (Standby limit 20%)	Not Applicable	Not Applicable	Not Applicable	2.40	ACUITE BB+ Issuer not co-operating*

WC Pre-shipment credit (EPC)**	Not Applicable	Not Applicable	Not Applicable	4.60	ACUITE BB+ Issuer not co-operating*
WC Pre-shipment credit (EPC)**	Not Applicable	Not Applicable	Not Applicable	15.40	ACUITE BB+ Issuer not co-operating*
SLC Limit**	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE BB+ Issuer not co-operating*
Export packing credit/PCFC/Gold Loan #(1)	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB+ Issuer not co-operating*
FPB/PSCFC/FCBD/ODFO BC* # (2)	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB+ Issuer not co-operating*

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

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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