

Press Release

Sri Mallikarjuna Industries (SMI)

15 February 2017

Rating Update

Total Bank Facilities Rated	Rs.8.00 Cr
Long Term Rating (Indicative)	SMERA B 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 rating of '**SMERA B**' (read as **SMERA B**) on the Rs.8.00 crore bank facilities of Sri Mallikarjuna Industries (SMI). 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 since October 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

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

Limitation regarding information availability: The rating is based on the information furnished by the rated entity till October 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 SMERA therefore records its caution to the lenders/investors/public regarding the outdated data/non-reliability of data, on which the indicative credit rating is based.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:

Established in 2003, SMI is a Karnataka-based partnership firm engaged in the processing of raw cotton. The day-to-day operations are managed by Mr. Bassan Gouda and Mr. Mallan Gouda, the partners of the firm.

Rating History for the last three years:

Name of Instrument /Facilities	FY2017			FY2016		FY2015		FY2014	
	Scale	Amt (Rs. Crore)	Rating	Date	Rating	Date	Rating	Date	Rating
Cash Credit	LT	4.00	SMERA B (Indicative)	28 Oct 2015	SMERA B/Stable (Assigned)	-	-	-	-
Cash Credit (Proposed)	LT	2.00	SMERA B (Indicative)	28 Oct 2015	SMERA B/Stable (Assigned)	-	-	-	-
Term Loans	LT	0.17	SMERA B (Indicative)	28 Oct 2015	SMERA B/Stable (Assigned)	-	-	-	-
Proposed Facilities	LT	1.83	SMERA B (Indicative)	28 Oct 2015	SMERA B/Stable (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	4.00	SMERA B (Indicative) Issuer not co-operating*
Cash Credit (Proposed)	NA	NA	NA	2.00	SMERA B (Indicative) Issuer not co-operating*
Term Loans	NA	NA	Not Available	0.17	SMERA B (Indicative) Issuer not co-operating*
Proposed Facilities	NA	NA	NA	1.83	SMERA B (Indicative) Issuer not co-operating*

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

Contacts:

Analytical	Rating Desk
Vinayak Nayak, Head –Ratings Operations, SMERA Bond Ratings Tel: 022-67141190 Email: vinayak.nayak@smera.in Sudarson Swami Rating Analyst Tel: 022-67171111 Email: sudarson.swami@smera.in	Varsha Bist, Sr. Executive Tel: 022-67141160 Email: varsha.bist@smera.in

ABOUT SMERA

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