

Press Release

RSI Switchgear Private Limited (RSI Switchgear)

March 08, 2017

Rating Update

Total Bank Facilities Rated	Rs.15.00 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 of instrument.

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

Rating Action

SMERA has reviewed the long term rating of '**SMERA BB** (read as SMERA double BB) and short term rating of '**SMERA A4+** (read as SMERA A four plus) on the Rs.15.00 cr. bank facilities of RSI Switchgear Private Limited (RSI Switchgear). 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.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 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: RSI Switchgear, incorporated in 1982, is a Kolkata-based company engaged in the manufacture of high and low voltage electrical power resistors. The operations of the company are managed by Mr. Pankaj Bhaiya, Director. The company sells its products under the 'RSI Switchgear' brand name in the domestic market.

For FY2014-15, RSI Switchgear reported profit after tax (PAT) of Rs.0.25 cr. on operating income of Rs.27.19 cr., as compared with PAT of Rs.0.16 cr. on operating income of Rs.13.30 cr. in FY2013-14. The company's net worth stood at Rs.10.36 cr. as on March 31, 2015, as compared with Rs.10.11 cr. a year earlier.

Rating History for the last three years:

Name of Instrument /Facilities	FY2017			FY2016		FY2015	
	Scale	Amt (Rs. Cr.)	Rating	Date	Rating	Date	Rating
Cash Credit	LT	7.50	SMERA BB (Indicative)	24 November 2015	SMERA BB/Stable (Assigned)	-	-
Bank Guarantee/Letter of Guarantee*	ST	7.50	SMERA A4+ (Indicative)	24 November 2015	SMERA A4+ (Assigned)	-	-

*Includes sublimit of Letter of Credit of Rs.2.00 cr.

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	NA	NA	NA	7.50	SMERA BB (Indicative) Issuer not co-operating*
Bank Guarantee/Letter of Guarantee*	NA	NA	NA	7.50	SMERA A4+ (indicative) Issuer not co-operating*

*Includes sublimit of Letter of Credit of Rs.2.00 cr.

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

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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit www.smera.in.

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