

## Press Release

### V. Thangavel and Sons Private Limited (VTSPL)

15 February 2017

### Rating Update

<b>Total Bank Facilities Rated</b>	Rs.40.98 Cr #
<b>Long Term Rating (Indicative)</b>	SMERA BB- Issuer not co-operating*
<b>Short Term Rating (Indicative)</b>	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 B minus**) and short term rating of '**SMERA A4+**' (read as **SMERA A four plus**) on the Rs.40.98 crore bank facilities of V. Thangavel and Sons Private Limited (VTSPL). The ratings are now indicative ratings and 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 November 2016. SMERA has also requested for the payment of outstanding surveillance fee.

<b>Information Status</b>	<b>Not Received</b>
<b>Status of Surveillance Fee</b>	<b>Not Received</b>

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 endeavoured 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 SMERA therefore records its caution to the lenders/investors/public regarding the outdated data/non-reliability of data, on which the indicative credit rating is based.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:** Incorporated in 1990, VTSP is an Erode-based company engaged in trading of textile products besides undertaking spinning and weaving on job work basis. The day-to-day operations are managed by Mr. V. Thangavel and his sons Mr. Karthikeyan and Mr. Kumaravel, who are the directors of the company.

### 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	10.00	SMERA BB-(Indicative)	24 Nov 2015	SMERA BB-/Stable (Assigned)	-	-	-	-
Term Loan I	LT	20.10	SMERA BB-(Indicative)	24 Nov 2015	SMERA BB-/Stable (Assigned)	-	-	-	-
Term Loan II	LT	9.06	SMERA BB-(Indicative)	24 Nov 2015	SMERA BB-/Stable (Assigned)	-	-	-	-
Bank Guarantee	ST	1.82	SMERA A4+(Indicative)	24 Nov 2015	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	10.00	SMERA BB-(Indicative) Issuer not co-operating*
Term Loan I	NA	NA	Not Available	20.10	SMERA BB-(Indicative) Issuer not co-operating*
Term Loan II	NA	NA	Not Available	9.06	SMERA BB-(Indicative) Issuer not co-operating*
Bank Guarantee	NA	NA	NA	1.82	SMERA A4+(Indicative) 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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