

Press Release

V. Thangavel and Sons Private Limited (VTSPL)

15 February 2017

Rating Update

Total Bank Facilities Rated	Rs.40.98 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 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.

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 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 SMERA therefore records its caution to the lenders/investors/public regarding the outdated data/non-reliability of data, on which the indicative credit rating is based.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, VTSPL 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

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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