

Press Release

Elcom Innovations Private Limited

April 27, 2017

Rating Update

Total Bank Facilities Rated*	Rs. 11.50 Cr. #
Long Term Rating	SMERA B+ Issuer not co-operating*
Short Term Rating	SMERA A4 Issuer not co-operating*

Refer Annexure for details

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

SMERA has long-term rating of '**SMERA B+** (**read as SMERA B plus**) and short term rating of '**SMERA A4**' (**read as 'SMERA A four'**) on the Rs. 11.50 crore bank facilities of Elcom Innovations Private Limited. 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

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

E IPL (the erstwhile SRM Engineering Services Private Limited) is engaged in the trading, manufacturing and assembling of telecommunication systems and offers services in the field of defence, electronics, communication and avionics. The company is part of the ELCOM group promoted by Sun Group Enterprises Private Limited, a private equity in India and other emerging markets.

For FY 2014-15, the company reported profit after tax (PAT) of Rs.0.43 crore on operating income of Rs. 19.26 crore, as compared with profit after tax (PAT) of Rs.0.48 crore on operating income of Rs.15.44 crore in FY 2013-14. The net worth stood at Rs.5.20 crore as on March 31, 2015 against Rs.0.20 crore a year earlier.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook

12-Jan-2016	Cash Credit	Long Term	INR 7.5	SMERA B+ / Stable
	Letter of Credit	Short Term	INR 4	SMERA A4

#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	Not Applicable	Not Applicable	Not Applicable	7.50	SMERA B+ Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	4.00	SMERA A4 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, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities, and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, Certificate of Deposits etc.. For more details, please visit www.smera.in.

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