

Press Release

Khaitan Winding Wire Private Limited

23 April, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 33.23 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

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

Rating Rationale

SMERA has reviewed long-term rating of '**SMERA BB+** (read as SMERA double B plus) and short term rating of '**SMERA A4+** (read as SMERA A four plus) on the Rs. 33.23 crore bank facilities of Khaitan Winding Wire Private Limited (KWWPL). 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 the due date.

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.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:

The Kolkata-based Khaitan Winding, incorporated in 1989 manufactures copper and aluminium wires and strips targeted at original equipment manufacturers. The company is managed by Mr. Ajit Khaitan. The Khaitan Winding has total installed capacity of 2,870 MT per annum.

For FY2015-16, the company reported profit after tax (PAT) of Rs.0.87 crore on operating income of Rs.99.06 crore as against PAT of Rs.0.35 crore on operating income of Rs.84.48 crore for the previous year. The tangible net worth for FY2014-15 stood at Rs.23.96 crore as against Rs.23.29 crore in the previous year.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23 rd - March-2017	Cash Credit	Long Term	20.00	SMERA BB+/Stable (Re-affirmed)
	Term Loan	Long Term	0.72	SMERA BB+/Stable (Withdrawn)
	Standby Line of Credit	Short Term	2.00	SMERA A4+ (Re-affirmed)
	Letter of Credit	Short Term	8.50	SMERA A4+ (Re-affirmed)
	Fund Based Proposed Facility	Long Term	1.23	SMERA BB+/Stable (Assigned)
	Bank Guarantee	Short Term	1.50	SMERA A4+ (Re-affirmed)
21 rd Jan'16	Cash Credit	Long Term	20.00	SMERA BB+/Stable (Assigned)
	Term Loan	Long Term	0.72	SMERA BB+/Stable (Assigned)
	Standby Line of Credit	Short Term	2.00	SMERA A4+ (Assigned)
	Letter of Credit	Short Term	8.50	SMERA A4+ (Assigned)
	Forward Cover	Short Term	0.51	SMERA A4+ (Assigned)
	Bank Guarantee	Short Term	1.50	SMERA A4+ (Assigned)

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	20.00	SMERA BB+ Issuer not co-operating*
Proposed Fund based facility	Not Applicable	Not Applicable	Not Applicable	2.00	SMERA BB+ Issuer not co-operating*
Standby Line of Credit	Not Applicable	Not Applicable	Not Applicable	8.50	SMERA A4+ Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.50	SMERA A4+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.23	SMERA A4+ Issuer not co-operating*

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

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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