

Press Release

Tulip Apparels Private Limited (TAPL)

12 May, 2017

Total Bank Facilities Rated*	Rs.15.00 Cr
Long Term Rating (Indicative)	SMERA BB Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long term rating of '**SMERA BB**' (read as **SMERA double B**) on the Rs.15.00 crore bank facilities of Tulip Apparels Private Limited (TAPL). 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>
- Default Recognition: <https://www.smera.in/criteria-default.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: TAPL, incorporated in 2000, is engaged in the manufacturing of high quality embroidered fabrics and laces. The company undertakes computerized embroidery work on job work basis. It started off as an embroidery unit and diversified into manufacturing of fabrics for ladies in 2007 becoming one of the leading embroidery companies in Northern India. The company is associated with reputed brands such as H&M, Benetton to name a few.

For FY2014-15, TAPL reported net profit of Rs.0.56 crore on operating income of Rs.18.48 crore as compared to net profit of Rs.0.45 crore on operating income of Rs.17.53 crore in FY2013-14. The net worth stood at Rs.13.63 crore as on March 31, 2015, as compared to Rs.12.17 crore a year earlier.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
February 05, 2016	Cash Credit	Long Term	5.40	SMERA BB (Assigned)
	Term Loan	Long Term	8.38	SMERA BB (Assigned)
	Standby Line of Credit	Long Term	0.54	SMERA BB (Assigned)
	Proposed Bank Facility	Long Term	0.68	SMERA BB (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	5.40	SMERA BB Issuer not co-operating*
Term Loan	NA	NA	NA	8.38	SMERA BB Issuer not co-operating*
Standby Line of Credit	NA	NA	NA	0.54	SMERA BB Issuer not co-operating*
Proposed Bank Facility	NA	NA	NA	0.68	SMERA BB 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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