

Press Release

Ch. Lekh Raj Educational And Charitable Trust

05 April 2018



Rating Update

Total Bank Facilities Rated	Rs. 55.00 Cr. #
Long Term Rating	SMERA D 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 D**' (**read as SMERA D**) on the Rs. 55.00 crore bank facilities of Ch. Lekh Raj Educational And Charitable Trust (CLRECT). 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 required documents 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>

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

CLRECT was established in 2007 by Mr. Rajinder Kumar to impart education in the fields of medicine, engineering, management and information technology through its educational institutes at Yamuna Nagar, Haryana.

CLRECT reported a surplus of Rs.0.83 crore on total income of Rs.36.23 crore for FY2014-15 as against a loss of Rs.8.07 crore on total income of Rs.25.24 crore for FY2013-14. The net worth of the trust stood at Rs.40.93 crore as on March 31, 2015 as compared with Rs.5.11 crore a year earlier.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23-Dec-2016	Term Loan	Long Term	INR 40.00	SMERA D (Downgraded from SMERA BB-/Stable)
	Overdraft	Long Term	INR 5.00	SMERA D (Downgraded from SMERA BB-/Stable)
	Term Loan (Proposed)	Long Term	10.00	SMERA D (Downgraded from SMERA BB-/Stable)
24-Feb-2016	Term Loan	Long Term	INR 40.00	SMERA BB-/ Stable (Assigned)
	Overdraft	Long Term	INR 5.00	SMERA BB-/ Stable (Assigned)
	Term Loan (Proposed)	Long Term	10.00	SMERA BB-/ Stable (Assigned)

#Annexure - Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	40.00	SMERA D Issuer not co-operating*
Overdraft	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA D Issuer not co-operating*
Term Loan (Proposed)	Not Applicable	Not Applicable	Not Applicable	10.00	SMERA D 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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