

## Press Release

## HMM Infra Limited (HIL)

30 April, 2018



## Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.45.50 Cr
<b>Long Term Rating (Indicative)</b>	SMERA BB+ Issuer not co-operating*
<b>Short Term Rating (Indicative)</b>	SMERA A4+ 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 plus) and '**SMERA A4+**' (read as SMERA A four plus) on the Rs.45.50 crore bank facilities of HMM Infra Limited (HIL). 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>

**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**

HIL, incorporated in 1996, is a Chandigarh-based company promoted by Mr. Bhupinder Goel and family. The company is engaged in the manufacturing and fabrication of heavy steel structures with annual capacity of 12,000 MTPA.

For FY2016, HIL reported profit after tax of Rs.2.77 crore on net sales of Rs.87.24 crore; as compared with profit after tax of Rs.5.25 crore on net sales of Rs.50.44 crore in the previous year.

**Rating History for the last three years:**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
18-March-2017	Cash Credit	Long Term	11.50	SMERA BB+/ Stable (Upgraded)
	Term Loan	Long Term	4.00	SMERA BB+/ Stable (Assigned)
	Bank Guarantee	Short Term	30.00	SMERA A4+ (Reaffirmed)
3-March-2016	Cash Credit	Long Term	11.50	SMERA BB/ Stable (Assigned)
	Bank Guarantee	Short Term	23.00	SMERA A4+ (Assigned)
	Proposed Working Capital Demand Loan	Short Term	0.50	SMERA A4+ (Assigned)

**Annexure – Details of instruments rated:**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	11.50	<b>SMERA BB+</b> Issuer not cooperating*
Term Loan	NA	NA	NA	4.00	<b>SMERA BB+</b> Issuer not cooperating*
Bank Guarantee	NA	NA	NA	30.00	<b>SMERA A4+</b> Issuer not cooperating*

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

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**ABOUT SMERA**

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