

Press Release

Diamond Engineering Chennai Private Limited

July 06, 2017

Rating Update



Total Bank Facilities Rated*	Rs. 289.94 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 long-term rating of '**SMERA D' (read as SMERA D)** on the Rs. 289.94 crore bank facilities of Diamond Engineering Chennai 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>

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

Diamond Engineering Chennai Private Limited (DECPL), the erstwhile Diamond Engineering, (a partnership firm), is engaged in the fabrication of steel components and structures. The firm was taken over by Mr. P. Mohanraj and Mr. P. Danaraj and converted to private limited in 1997. The company is currently led by Mr. P. Mohanraj, the Managing Director, who possesses experience of over four decades in the fabrication business.

For FY2014-15, DECPL reported net loss of Rs.115.98 crore on operating revenue of Rs.197.16 crore as against net loss of Rs.46.92 crore on operating revenue of Rs.270.82 crore in FY2013-14.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23-Mar-2016	Cash Credit - I	Long Term	INR 40.79	SMERA D
	Cash Credit - II	Long	INR 4.94	SMERA D

		Term		
	Working Capital Demand Loan â€“ I	Long Term	INR 126.44	SMERA D
	Working Capital Demand Loan â€“ II	Long Term	INR 15.06	SMERA D
	Funded Interest Term Loan - I	Long Term	INR 15.17	SMERA D
	Funded Interest Term Loan â€“ II	Long Term	INR 3.74	SMERA D
	Priority Debt Term loan	Long Term	INR 15	SMERA D
	Term Loan - I	Long Term	INR 9.45	SMERA D
	Term Loan â€“ II	Long Term	INR 9.35	SMERA D
	Bills Discounting	Long Term	INR 35	SMERA D
	Bank Guarantee/Letter of Credit	Short Term	INR 15	SMERA D

#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	40.79	SMERA D Issuer not co-operating*
Working capital demand loan (WC DL)	Not Applicable	Not Applicable	Not Applicable	126.44	SMERA D Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	15.17	SMERA D Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	15.00	SMERA D Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.94	SMERA D Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	9.45	SMERA D Issuer not co-operating*
Working capital demand loan (WC DL)	Not Applicable	Not Applicable	Not Applicable	15.06	SMERA D Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	3.74	SMERA D Issuer not co-operating*
Bills Discounting	Not	Not	Not	35.00	SMERA

	Applicable	Applicable	Applicable		Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	9.35	SMERA D Issuer not co-operating*
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	15.00	SMERA 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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