

Press Release

Shree Metalloys Limited

Sept 12, 2017

Rating Update



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|-------------------------------------|--------------------------------------|
| Total Bank Facilities Rated* | Rs. 8.00 Cr. # |
| Long Term Rating | SMERA B+ 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 B+**' (read as **SMERA B plus**) on the Rs. 8.00 crore bank facilities of Shree Metalloys 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>
- Trading Entities - <https://www.smera.in/criteria-trading.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

Shree Metalloys Limited (SML), incorporated in 1994 trades in ferrous and non-ferrous metals and undertakes jobwork for metal alloys wires (zipper wires). These are used in ball pen manufacturing.

For FY2015-16, SML reported profit after tax (PAT) of Rs. 0.12 crore on operating income of Rs.40.12 crore, as compared with PAT of Rs.0.11 crore on operating income of Rs.38.44 crore in FY2014-15. The net worth stood at Rs.6.46 crore as on 31 March, 2016, compared with Rs.6.34 crore a year earlier. Further, the company reported profit after tax (PAT) of Rs. 0.17 crore on operating income of Rs.44.16 crore in FY2016-17.

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|-------------|---------------------------------|-----------|------------------|-------------------|
| 05-Apr-2016 | Cash Credit | Long Term | INR 8 | SMERA B+ / Stable |

#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 | 8.00 | SMERA B+ Issuer not co-operating* |

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

Contacts

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|--|---|
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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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