

Press Release
Chien Hsing Tannery (CHT)

18 August, 2017

Rating Update


| | |
|-------------------------------------|--------------------------------------|
| Total Bank Facilities Rated* | Rs. 5.50 Cr. # |
| Long Term Rating | SMERA B Issuer not co-operating* |
| Short Term Rating | SMERA A4 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**) and short term rating of '**SMERA A4**' (read as '**SMERA A four**') on the Rs. 5.50 crore bank facilities of Chien Hsing Tannery. 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>
- 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

Chien Hsing Tannery (CHT), established in 2005 by Mr. Naresh Kumar Juneja and Ms. Minnie Juneja is engaged in the manufacture of finished leather at West Bengal. The installed capacity stands at 12 lakh square feet per month.

For FY2014-15, the company reported profit after tax (PAT) of Rs.0.13 crore on operating income of Rs.54.97 crore, as compared with PAT of Rs.0.13 crore on operating income of Rs.53.36 crore in FY2013-14.

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|-------------|---------------------------------|-----------|------------------|-----------------|
| 09-Apr-2016 | Cash Credit | Long Term | INR 4.50 | SMERA B/ Stable |

| | | | | |
|--|------------------|------------|----------|----------|
| | Packing Credit | Short Term | INR 0.50 | SMERA A4 |
| | Bill Discounting | Short Term | INR 0.50 | SMERA A4 |

#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 | 4.50 | SMERA B Issuer not co-operating* |
| Packing Credit | Not Applicable | Not Applicable | Not Applicable | 0.50 | SMERA A4 Issuer not co-operating* |
| Bills Discounting | Not Applicable | Not Applicable | Not Applicable | 0.50 | SMERA A4 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, 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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