

## Press Release

**Balaji Associates**

August 31, 2017

### Rating Update



|                                     |                                       |
|-------------------------------------|---------------------------------------|
| <b>Total Bank Facilities Rated*</b> | Rs. 10.00 Cr. #                       |
| <b>Long Term Rating</b>             | SMERA BB-<br>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 BB-**' (read as **SMERA BB minus**) on the Rs. 10.00 crore bank facilities of Balaji Associates. 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>
- 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

BA is a Tamil Nadu based partnership firm established in the year 2011 forming part of Prabhat Group of Companies. The partners of the firm are Mr. Jithendra D. Patel and Mr. Dalsuk D. Patel. The firm engaged in trading and processing of imported timbers. It also provides wood planning and sizing services to local firms situated in Trichy.

For FY2014-15, Balaji Associates reported profit after tax (PAT) of Rs.0.84 crore on operating income of Rs.113.46 crore, as compared with PAT of Rs.0.49 crore on operating income of Rs.96.12 crore for FY2013-2014.

#### Rating History (Upto last three years)

| Date        | Name of Instrument / Facilities | Term      | Amount (Rs. Cr.) | Ratings/Outlook    |
|-------------|---------------------------------|-----------|------------------|--------------------|
| 21-Apr-2016 | Cash Credit                     | Long Term | INR 9.75         | SMERA BB- / Stable |
|             |                                 |           |                  |                    |

|  |                                      |           |          |                    |
|--|--------------------------------------|-----------|----------|--------------------|
|  | Proposed Working Capital Demand Loan | Long Term | INR 0.25 | SMERA BB- / 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 | 9.75                        | SMERA BB- Issuer not co-operating* |
| Proposed               | Not Applicable   | Not Applicable | Not Applicable | 0.25                        | SMERA BB- Issuer not co-operating* |

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

#### Contacts

| Analytical                                                                                                                                                                                                                                                                                  | Rating Desk                                                                                                                 |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------|
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#### ABOUT SMERA

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