



Press Release

Madan Udyog Private Limited

August 18, 2017

Rating Update

Total Bank Facilities Rated*	Rs. 9.97 Cr. #
Long Term Rating	SMERA BB 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 BB** (read as SMERA BB) and short term rating of '**SMERA A4+** (read as 'SMERA A four plus') on the Rs. 9.97 crore bank facilities of Madan Udyog 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.smerra.in/criteria-default.htm>
- Manufacturing Entities - <https://www.smerra.in/criteria-manufacturing.htm>
- Complexity Level Of Financial Instruments - <https://www.smerra.in/criteria-complexity-levels.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

Madan Udyog Private Limited (MUPL), incorporated in 2010, is a Nagpur-based company promoted by Mr. S.S. Khandelwal. The company is engaged in the manufacture of jointed and moulded bicycle rubber tubes at Sinnar, Nashik. MUPL had subcontracted manufacturing of tyres. However, from January 2013, it began manufacturing the same at Ludhiana. The installed capacity stands at 600,000 tyres per annum.

For 2014-15, MUPL reported net profit after tax (PAT) of Rs.0.86 crore on operating income of Rs.27.39 core as against PAT of Rs.0.87 crore on operating income of Rs.29.84 crore. The tangible net worth stood at Rs.5.91 crore as against Rs.5.05 crore in the previous year.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook

03-May-2016	Cash Credit	Long Term	INR 7.5	SMERA BB / Stable
	Stand by Line of Credit	Long Term	INR 0.5	SMERA BB / Stable
	Adhoc Limit	Short Term	INR 0.75	SMERA A4+
	Letter of Credit	Short Term	INR 0.75	SMERA A4+
	Proposed Fund Based	Long Term	INR 0.47	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	7.50	SMERA BB Issuer not co-operating*
Standby Line of Credit	Not Applicable	Not Applicable	Not Applicable	0.50	SMERA BB Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	0.75	SMERA A4+ Issuer not co-operating*
Ad-hoc limits	Not Applicable	Not Applicable	Not Applicable	0.75	SMERA A4+ Issuer not co-operating*
Proposed	Not Applicable	Not Applicable	Not Applicable	0.47	SMERA BB 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.smerra.in.

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