

Press Release

Divya Corporation (DC)

November 28, 2017



Rating Update

Total Bank Facilities Rated*	Rs. 14.50 Cr. #
Long Term Rating	SMERA BB- 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 double B minus)** on the above bank facilities of Divya Corporation (DC). This is an indicative rating.

Non-cooperation by the issuer/borrower

SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance and review of the rating. However, the issuer/borrower failed to submit required documents 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 Recognition - <https://www.smera.in/criteria-trading.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

Incorporated in 1971, the Gujarat-based Divya Corporation is a partnership firm engaged in the trading and processing of agro commodity products like groundnuts; cotton seeds, etc. It has an installed capacity of 365 MTPA.

For FY2015-16 (provisional), DC reported operating income of around Rs.140.00 crore as compared to Rs. 201.26 crore in FY2014-15 with a net profit of Rs.2.72 crore. The firm's net worth stood at Rs.25.64 crore as on March 31, 2015 as compared with Rs.10.91 crore a year earlier. The total net worth of Rs.25.64 crore includes quasi equity of Rs.8.13 crore as on March 31, 2015.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
09 –September - 2016	Cash Credit	Long Term	12.50	SMERA BB-/Stable (Assigned)
	Term Loan (Proposed)	Long Term	2.00	SMERA BB-/Stable (Assigned)

#Interchangeability with EPC, FBP, and FBD

#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	12.50	SMERA BB-Issuer not co-operating*
Term Loan (Proposed)	Not Applicable	Not Applicable	Not Applicable	2.00	SMERA BB-Issuer not co-operating*

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

Interchangeability with EPC, FBP, and FBD

Contacts

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