

Press Release

Narmada Agrobases Private Limited (NAPL)

November 15, 2017



Rating Update

Total Bank Facilities Rated*	Rs. 7.00 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 Rs. 7.00 crore bank facilities of Narmada Agrobases Private Limited (NAPL). 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>
- 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

NAPL, a Gujarat-based company, is promoted by Mr. Suresh Chandra Gupta and his son Mr. Neeraj Agarwal and was incorporated in 2013. The company commenced commercial operations from February 2014 to manufacture de-linted cotton seeds and cattle feed.

For FY2015-16 (provisional), the company reported profit after tax (PAT) of Rs.0.20 crore on operating income of Rs.30.68 crore, as compared with profit after tax (PAT) of Rs.0.17 crore on operating income of Rs.22.03 crore in FY2014-15. The net worth stood at Rs.5.54 crore as on March 31, 2016 (provisional) against Rs.3.63 crore a year earlier.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
19-August-2016	Cash Credit	Long Term	4.00	SMERA BB-/ Stable (Assigned)
	Term Loan	Long Term	0.50	SMERA BB-/ Stable (Assigned)
	Cash Credit (Proposed)	Long Term	2.50	SMERA BB-/ Stable (Assigned)

#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	4.00	SMERA BB- Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.50	SMERA BB- Issuer not co-operating
Cash Credit (Proposed)	Not Applicable	Not Applicable	Not Applicable	2.50	SMERA BB- Issuer not co-operating

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

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ABOUT SMERA

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