

Press Release

Reliable Clothing Private Limited (RCPL)

December 11, 2017

Rating Update



Total Bank Facilities Rated*	Rs. 12.00 Cr. #
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 short-term rating of '**SMERA A4**' (read as **SMERA A four**) on the Rs. 12.00 crore bank facilities of Reliable Clothing Private Limited (RCPL). 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 & 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

RCPL, incorporated in 2009 took over the textile business of group entity, Reliable Export established in 1984. RCPL is engaged in the manufacture and export of woven and knitted garments.

For FY2014-15, RCPL reported net loss of Rs.0.62 crore on operating income of Rs.30.82 crore, as compared with profit after tax (PAT) of Rs.1.34 crore on operating income of Rs.40.55 crore in FY2013-14. Further, as per provisional financials for FY2015-16, RCPL reported net profit of Rs.0.91 crore on operating income of Rs.31.44 crore.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
26-Aug-2016	Packing credit	Short Term	5.00	SMERA A4 (Assigned)
	Foreign Bill Discounting/Purchase (Under LC)	Short Term	3.00	SMERA A4 (Assigned)
	Foreign Bill Discounting/Purchase	Short Term	4.00	SMERA A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Packing credit	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA A4 Issuer not co-operating*
Foreign Bill Discounting/Purchase (Under LC)	Not Applicable	Not Applicable	Not Applicable	3.00	SMERA A4 Issuer not co-operating*
Foreign Bill Discounting/Purchase	Not Applicable	Not Applicable	Not Applicable	4.00	SMERA A4 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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