

## Press Release

### Evershine Smelting Alloy Private Limited (ESAPL)

15 November, 2017



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.10.00 Cr
<b>Long Term Rating (Indicative)</b>	SMERA BB- Issuer not co-operating*
<b>Short Term Rating (Indicative)</b>	SMERA A4+ Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long-term rating of '**SMERA BB-**' (read as **SMERA double B minus**) and short-term rating of '**SMERA A4+**' (read as **SMERA A four plus**) on the Rs.10.00 crore bank facilities of Evershine Smelting Alloy Private Limited (ESAPL). 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

- Manufacturing entities: <https://www.smera.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smera.in/criteria-default.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:** ESAPL was incorporated in 1997 by Mr. S Sekar and Maheshwari Sekar, who possess around two decades of experience in the industry. The company manufactures lead, lead alloys and lead oxides through recycling of lead scrap. It caters to battery manufactures in the region as well as foreign countries. The company is also a member of Metal Recycling Association of India. The company operates an ISO 9001:2008 certified facility in Bangalore.

For FY2014-15, ESAPL reported PAT (profit after tax) of Rs.0.52 crore on operating income of Rs.75.93 crore as against PAT of Rs.0.45 crore on operating income of Rs.70.68 crore in the previous year.

**Rating history for the last three years:**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
02-Sep-16	Cash Credit	Long Term	3.50	SMERA BB- / Stable (Assigned)
	Bill Discounting	Short Term	4.00	SMERA A4+ (Assigned)
	Buyer's Credit	Short Term	2.50	SMERA A4+ (Assigned)

**#Annexure – Details of instruments rated:**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	3.50	SMERA BB- Issuer not co-operating*
Bill Discounting	NA	NA	NA	4.00	SMERA A4+ Issuer not co-operating*
Buyer's Credit	NA	NA	NA	2.50	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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