

## Press Release

### Shiv Timber Industries

02 January 2018



#### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.14.75 Cr
<b>Long Term Rating (Indicative)</b>	SMERA B 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 B (read as SMERA B) and short term rating of SMERA A4 (Read as SMERA A Four)**' on the Rs.14.75 crore bank facilities of Shiv Timber Industries. 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

- Trading Entities: <https://www.smera.in/criteria-trading.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>
- Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.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:

STI, established in August 2013 is a partnership firm promoted by Mr. M. Sakhivel and Mr. S. Tamilvel to trade in timber. This firm's godown is located at Tirunelveli, Tamil Nadu, near, Tuticorin port that facilitates easy import of timber.

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For FY2015-16 (provisional), STI reported net profit of Rs.0.35 crore on operational income of Rs.19.93 crore as against net profit of Rs.0.39 crore on operating income of Rs. 21.93 crore in FY2014-15.

#### Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
22-September-2016	Cash Credit	Long term	2.00	SMERA B/Stable (Assigned)
	Proposed cash credit	Long term	1.00	SMERA B/Stable (Assigned)
	Term Loan	Long term	2.75	SMERA B/Stable (Assigned)
	Letter of credit	Short term	5.00	SMERA A4 (Assigned)
	Proposed letter of credit	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. Crore)	Ratings
Cash Credit	NA	NA	NA	2.00	SMERA B (Indicative)
Proposed cash credit	NA	NA	NA	1.00	SMERA B (Indicative)
Term Loan	NA	NA	NA	2.75	SMERA B (Indicative)
Letter of credit	NA	NA	NA	5.00	SMERA A4 (Indicative)

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Proposed letter of credit	NA	NA	NA	4.00	SMERA A4 (Indicative)
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### ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit [www.smera.in](http://www.smera.in).

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