Press Release

Nowotek Textiles Private Limited (NTPL)

10 January, 2018

Rating Update

Total Bank Facilities Rated*	Rs.30.00 Cr
Long Term Rating (Indicative)	SMERA B+ Issuer not co-operating*
Short Term Rating (Indicative)	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 plus)** and short term rating of **SMERA A4 (read as SMERA A Four)** on the Rs.30.00 crore bank facilities of Nowotek Textiles Private Limited (NTPL). 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

- 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:

Established in 2008, NTPL is a Noida-based company headed by Mr. Shobhit Gupta. The company commenced operations from July 2013 to manufacture and export non–woven fabrics at Greater Noida.

For FY2015-16 (Provisional), the company reported net profit after tax of Rs.0.84 crore on total income of Rs.47.29 crore as against net profit after tax of Rs.0.12 crore on total income of Rs.38.15 crore a year earlier. The net worth stood at Rs.12.50 crore as on March 31, 2016, as compared to Rs.7.71 crore a year earlier. The total net worth of Rs.12.50 crore in FY2015-16 (Provisional) includes quasi equity of Rs.11.06 crore.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
10-October-2016	Term Loan I	Long term	2.80	SMERA B+/Stable (Assigned)
	Term Loan II	Long term	4.40	SMERA B+/Stable (Assigned)
	Cash Credit	Long term	6.50	SMERA B+/Stable (Assigned)
	Letter of Credit	Short term	1.50	SMERA A4 (Assigned)
	Proposed bank facility	Long term	14.80	SMERA B+/Stable (Assigned)

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Term Loan	NA	NA	NA	2.80	SMERA B+ (Indicative)
Term Loan	NA	NA	NA	4.40	SMERA B+ (Indicative)
Cash Credit	NA	NA	NA	6.50	SMERA B+ (Indicative)

Letter of Credit	NA	NA	NA	1.50	SMERA A4 (Indicative)
Proposed bank facility	NA	NA	NA	14.80	SMERA B+ (Indicative)

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

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ABOUT SMERA

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