

## Press Release

**Komal Fashion**

25 January, 2018



### Rating Reaffirmed

<b>Total Bank Facilities Rated*</b>	Rs.24.00 Cr.
<b>Short Term Rating</b>	SMERA D (Reaffirmed)

\* Refer Annexure for details

### Rating Rationale

SMERA has reaffirmed the rating of '**SMERA D**' (read as **SMERA D**) to the above- mentioned bank facilities of Komal Fashion (KF).

KF, incorporated in 2011, is an Ahmedabad-based firm promoted by Mr. Gaurav Amin. The firm is engaged in the trading of raw cotton and manufacturing of garments.

### Key rating drivers

#### Strengths

**Experienced Management:** The firm benefits from its experienced management. Mr. Gaurav Amin, the Proprietor, has extensive business experience in textile industry.

#### Weaknesses

**Delays in servicing of debt obligations:** The rating reflects delays in term loan repayment and overdrawing in the packing credit account for more than 90 days.

#### Analytical approach:

SMERA has considered the standalone financial and business risk profiles of KF.

#### Any other information:

Not Applicable

#### Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.htm>
- Financial Ratios And Adjustments - <https://www.smera.in/criteria-fin-ratios.htm>

**Note on complexity levels of the rated instrument**

<https://www.smera.in/criteria-complexity-levels.htm>

**Status of non-cooperation with previous CRA (if applicable):** Not Applicable

**Rating History (Upto last three years)**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
28-January 2017	Packing Credit	Short term	4.00	SMERA D (Reaffirmed)
	Post Shipment Credit	Short term	20.00	SMERA D (Reaffirmed)
17-July-2015	Packing Credit	Short term	4.00	SMERA D (Downgraded)
	Post Shipment Credit	Short term	20.00	SMERA D (Downgraded)

**\*Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Packing Credit	Not Applicable	Not Applicable	Not Applicable	4.00	SMERA D (Reaffirmed)
Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	20.00	SMERA D (Reaffirmed)

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## ABOUT SMERA

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