

Sohrab Textile Mills Limited: Assigned

Facilities	Amount (Rs Crore)	Rating
Cash Credit (H)	2.00	SMERA D(Assigned)
Cash Credit – (B.D)	0.60	SMERA D(Assigned)
Term Loan (I.P)	3.00	SMERA D(Assigned)

SMERA has assigned rating of '**SMERA D**' (read as **SMERA D**) on the abovementioned bank facilities of Sohrab Textile Mills Limited. The rating reflects delays in servicing of debt by the company on account of its stretched liquidity position and losses incurred.

Rating Sensitivity Factor

- Curing of default

Criteria applied to arrive at the rating:

- Default recognition

About the Company

STML, established in 1986, is a Punjab-based company headed by Mr. Amjad Ali Khan. The company is engaged in the manufacture of cotton wire used in cycles and rickshaws.

For FY2015-16, STML reported net loss of Rs.1.29 crore on total income of Rs.35.01 crore as against a net loss of Rs.0.17 crore on total income of Rs.36.75 crore a year earlier. The net worth stood at Rs.1.87 crore as on March 31, 2016, as compared with Rs.3.16 crore a year earlier.

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ABOUT SMERA

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