

## Press Release

### Sohrab Textile Mills Limited (STML)

16 January, 2018



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.5.60 Cr
<b>Long Term Rating (Indicative)</b>	SMERA D 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 D' (read as SMERA D)** on the above bank facilities of Sohrab Textile Mills Limited (STML). 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 endeavored 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:

The company was established in the year 1986 by Mr. Amjad Ali Khan. Sohrab Textiles Mills Limited is a Maler Kotla, Punjab-based Company is engaged in is engaged in manufacturing of cotton wire/threads which is further used in tyre cords of cycles and rickshaws.

For FY2015-16, STML reported net loss of Rs.1.29 crore on operating income of Rs.35.01 crore as compared with loss of Rs.0.17 crore on operating income of Rs.36.75 crore for FY2014-15. The company's net worth stands at Rs.1.87 crore as on March 31, 2016 as compared with Rs.3.16 crore a year earlier.

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

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
07 November 2016	Cash Credit	Long Term	2.00	SMERA D(Assigned)
	Cash Credit	Long Term	0.60	SMERA D(Assigned)
	Term Loan	Long Term	3.00	SMERA D(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	N.A.	N.A	N.A	2.00	SMERA D (Indicative)
Cash Credit	N.A.	N.A	N.A	0.60	SMERA D (Indicative)
Term Loan	N.A.	N.A	N.A	3.00	SMERA D (Indicative)

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

**Contacts:**

Analytical	Rating Desk
Aditi Hiren Shah, Rating Analyst, Tel: +91-22-6714 1371 Email: <a href="mailto:aditi.shah@smera.in">aditi.shah@smera.in</a>  Mr. Vinayak Nayak, Head –Operations, SMERA Bond Ratings Tel: 02267141190 Email: <a href="mailto:vinayak.nayak@smera.in">vinayak.nayak@smera.in</a>	Varsha Bist Sr. Executive Tel: 022-67141160 Email: <a href="mailto:varsha.bist@smera.in">varsha.bist@smera.in</a>

**ABOUT SMERA**

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