

Press Release

Sohrab Textile Mills Limited (STML)

16 January, 2018



Rating Update

Total Bank Facilities Rated*	Rs.5.60 Cr
Long Term Rating (Indicative)	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.smerra.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smerra.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.

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ABOUT SMERA

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