

Press Release

Motherland Garments Private Limited

12 February, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 8.00 Cr
Long Term Rating (Indicative)	SMERA B+ 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**) on the Rs. 8.00 crore bank facilities of Motherland Garments Private Limited. 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:

GPL, was established in 2005, by Mr. AJ Pandian, Mr. G Ramesh Kanna and Mr. SA Selvamani. The company is engaged in the processing/finishing of garments. The company has four facilities, two in Bangalore and the other two at Chennai. The company's current processing capacity is 60000 units of garments per day.

In FY2016, the company reported profit after tax (PAT) of Rs. 0.46 crore on operating income of Rs. 10.43 crore against PAT of Rs. 0.34 crore on operating income of Rs. 8.77 crore in the previous year.

SMERA Ratings Limited

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
29 November, 2016	Cash Credit	Long term	2.50	SMERA B+/Stable (Assigned)
	Term Loan	Long term	4.20	SMERA B+/Stable (Assigned)
	Proposed Long Term Facilities	Long term	1.30	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
Cash Credit	NA	NA	NA	2.50	SMERA B+ Issuer not co-operating*
Term Loan	NA	NA	NA	4.20	SMERA B+ Issuer not co-operating*
Proposed Long Term Facilities	NA	NA	NA	1.30	SMERA B+ Issuer not co-operating*

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

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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit www.smerra.in.

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