

Press Release

Pratap Synthetics Limited (PSL)

March 17, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 32.50 Cr. #
Long Term Rating	SMERA BB+ Issuer not co-operating*
Short Term Rating	SMERA A4+ Issuer not co-operating*

Refer Annexure for details

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

SMERA has reviewed long-term rating of '**SMERA BB+** (read as SMERA double B plus) and short term rating of **SMERA A4+** (read as SMERA A four plus) on the Rs. 32.50 crore bank facilities of Pratap Synthetics Limited(PSL). This is an indicative rating.

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 required documents 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

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing entities - <https://www.smera.in/criteria-manufacturing.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

PSL, incorporated in 1984, is a West Bengal-based manufacturing unit promoted by Mr. Jagdish Chandra Agarwal, Mr. Sunil Agarwal and Mr. Shyam Sunder Jindal. The company is engaged in the manufacture of polypropylene woven fabrics and sacks with current installed capacity of 7537.50 MTPA.

For FY2015-16, PSL registered profit after tax (PAT) of Rs. 1.31 crore on operating income of Rs.55.96 crore, as compared with PAT of Rs. 1.18 crore on operating income of Rs. 69.78 crore in FY2014-15. The tangible net worth stood at Rs. 15.75 crore as on March 31, 2016 as against Rs. 14.45 crore in the previous year.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
20-Dec-2016	Cash Credit	Long Term	INR 12.50	SMERA BB+ / Stable (Assigned)
	Term Loan	Long Term	INR 4.35	SMERA BB+ / Stable (Assigned)
	Term Loan(proposed)	Long Term	INR 8.56	SMERA BB+ / Stable (Assigned)
	Cash Credit(Proposed)	Long Term	INR 2.59	SMERA BB+ / Stable (Assigned)
	Letter of Credit	Short Term	INR 4.50	SMERA A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.50	SMERA BB+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	4.35	SMERA BB+ Issuer not co-operating*
Term Loan(proposed)	Not Applicable	Not Applicable	Not Applicable	8.56	SMERA BB+ Issuer not co-operating*
Cash Credit(Proposed)	Not Applicable	Not Applicable	Not Applicable	2.59	SMERA BB+ Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	4.50	SMERA A4+ Issuer not co-operating*

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

Contacts

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ABOUT SMERA

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