

## Press Release

### Rashi Granite Exports India Limited

13 April, 2018

#### Rating Update



|                                       |                                       |
|---------------------------------------|---------------------------------------|
| <b>Total Bank Facilities Rated</b>    | Rs. 21.96 Cr #                        |
| <b>Long Term Rating (Indicative)</b>  | SMERA BB<br>Issuer not co-operating*  |
| <b>Short Term Rating (Indicative)</b> | SMERA A4+<br>Issuer not co-operating* |

# Refer Annexure for details of instrument.

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

SMERA has reviewed the long term rating of 'SMERA BB' (read as SMERA Double B) and short term rating of SMERA A4+ (read as SMERA A four plus) on the Rs. 21.96 crore bank facilities of 'Rashi Granite Exports India Limited' (RGEIL). 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

- Default Recognition: <https://www.smerra.in/criteria-default.htm>
- Trading Entities: <https://www.smerra.in/criteria-trading.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:

RGEIL, incorporated in 2001, is a Bengaluru-based company promoted by Mr. R. K. Kandoi. RGEIL is engaged in processing and export of granite slabs. The company has also started manufacturing of marble slabs in the year 2016. The company mainly caters to customers in USA, Europe and Middle East.

For FY2015–16, RGEIL reported profit after tax (PAT) of Rs. 0.82 crore on net operating income of Rs. 35.62 crore, as compared with PAT of Rs.1.41 crore on net operating income of

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Rs. 45.14 crore in the previous financial year. The net worth stood at Rs.39.74 crore as on March 31, 2016 against Rs.37.97 crore a year earlier.

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

| Date            | Name of Instrument / Facilities | Term       | Amount (Rs. Cr.) | Ratings/Outlook      |
|-----------------|---------------------------------|------------|------------------|----------------------|
| 12-January-2017 | Packing Credit                  | Short Term | 5.00             | SMERA A4+ (Assigned) |
|                 | Over Draft                      | Long Term  | 10.00            | SMERA BB/Stable      |
|                 | Letter of Credit                | Short Term | 5.00             | SMERA A4+ (Assigned) |
|                 | Bank Guarantee                  | Short Term | 1.00             | SMERA A4+ (Assigned) |
|                 | Proposed Facility               | Short Term | 0.96             | SMERA A4+ (Assigned) |

#### # Annexure - Details of instruments rated:

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings                               |
|------------------------|------------------|-------------|---------------|-------------------------------|---------------------------------------|
| Packing Credit         | NA               | NA          | NA            | 5.00                          | SMERA A4+<br>Issuer not co-operating* |
| Overdraft              | NA               | NA          | NA            | 10.00                         | SMERA BB<br>Issuer not co-operating*  |
| Letter of Credit       | NA               | NA          | NA            | 5.00                          | SMERA A4+<br>Issuer not co-operating* |
| Bank Guarantee         | NA               | NA          | NA            | 1.00                          | SMERA A4+<br>Issuer not co-operating* |
| Proposed Facility      | NA               | NA          | NA            | 0.96                          | SMERA A4+<br>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.smera.in](http://www.smera.in).

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