

Press Release

Pollutech Engineering

12 April, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 20.00 Cr.
Long Term Rating (Indicative)	SMERA BBB- Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A3 Issuer not co-operating*

Refer Annexure for details

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

Rating Rationale

SMERA has reviewed long-term rating of '**SMERA BBB-**' (read as **SMERA triple B minus**) and short term rating of '**SMERA A3**' (read as **SMERA A three**) on the Rs. 20.00 crore bank facilities of Pollutech Engineering (PE). 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 the due date.

Applicable Criteria

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

PE was established in 1995 by Mr. Dilip Kumar Tripathi as a proprietary concern and converted into a partnership firm in 2005. In 2003, the firm entered into an agreement with Volvo India Private Limited (Volvo) for distribution of earthmoving equipment's. PE is the sole dealer of Volvo equipment's in Orissa with six branches, 19 onsite service points and a workshop at Bhuvasneshwar. The firm also undertakes sales of spares and servicing of construction equipment's.

For FY2016, PE reported Profit after Tax (PAT) of Rs.0.74 cr on total operating income of Rs.71.80 cr as compared with PAT of Rs.0.44 cr on total operating income of Rs.45.12 cr in FY2015.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
25 th -April- 2017	Cash Credit	Long Term	13.00	SMERA BBB-/Stable (Upgraded)
	Term Loan	Long Term	5.00	SMERA BBB-/Stable (Upgraded)
	Letter of Credit	Short Term	2.00	SMERA A3 (Assigned)
15 th Dec'15	Cash Credit	Long Term	10.00	SMERA BB+/Stable (Reaffirmed)
	Term Loan	Long Term	5.00	SMERA BB+/Stable (Reaffirmed)
6 th Jan'15	Cash Credit	Long Term	7.50	SMERA BB+/Stable (Assigned)
	Term Loan	Long Term	5.00	SMERA BB+/Stable (Assigned)
	Proposed Credit	Long Term	2.50	SMERA BB+/Stable (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	13.00	SMERA BBB- Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA BBB- Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	SMERA A3 Issuer not co-operating*

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

ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities, and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, Certificate of Deposits etc.. For more details, please visit www.smera.in.

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