

Press Release

Maghalakshmi Plaza (MP)

April 05, 2018



Rating Update

Total Bank Facilities Rated	Rs. 50.00 Cr. #
Long Term Rating	SMERA BB- 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 BB-**' (read as **SMERA double B minus**) on the Rs. 50.00 crore bank facilities of Maghalakshmi Plaza (MP). 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 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

- Trading Entities: <https://www.smerra.in/criteria-trading.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 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

MP, established in 2009, is a Tamil Nadu-based partnership firm promoted by Mr. Ramesh K J, Mr. Prakash J, Mr. Venkatesh J and Mr. Kuber J. The firm sells branded readymade garments and also runs a grocery store under multi-brand outlet (MBO).

For FY2015–16 (Provisional), the firm reported profit after tax (PAT) of Rs.0.72 crore on operating income of Rs.0.07 crore as compared to loss of Rs.1.34 crore on operating income of Rs.0.07 crore a year earlier. The net worth of the firm stood at Rs.27.63 crore as on 31 March, 2016 (Provisional) (includes quasi equity of Rs.16.87 crore as on 31 March, 2016 provisional).

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
13-February-2017	Term Loan- I	Long Term	2.50	SMERA BB-/Stable (Assigned)
	Term Loan- II	Long Term	17.50	SMERA BB-/Stable (Assigned)
	Term Loan- III	Long Term	13.60	SMERA BB-/Stable (Assigned)
	Term Loan- IV	Short Term	6.40	SMERA BB-/Stable (Assigned)
	Stand by Overdraft	Short Term	10.00	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
Term Loan- I	Not Applicable	Not Applicable	Not Applicable	2.50	SMERA BB- Issuer not co-operating*
Term Loan- II	Not Applicable	Not Applicable	Not Applicable	17.50	SMERA BB- Issuer not co-operating*
Term Loan- III	Not Applicable	Not Applicable	Not Applicable	13.60	SMERA BB- Issuer not co-operating*
Term Loan- IV	Not Applicable	Not Applicable	Not Applicable	6.40	SMERA BB- Issuer not co-operating*
Stand by Overdraft	Not Applicable	Not Applicable	Not Applicable	10.00	SMERA BB- Issuer not co-operating*

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

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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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