

Press Release

Kedia Brothers

30 April, 2018

Rating Update



Total Bank Facilities Rated	Rs. 36.00 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 plus**) on the bank facilities of Kedia Brothers. 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

- 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 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

Kedia Brothers (KB), established in 1984 as a proprietary concern by Mr. Subhash Kedia is engaged in cotton yarn manufacturing in Tamil Nadu.

For FY2015-16, KB reported profit after tax (PAT) of Rs.5.66 crore on operating income of Rs.234.96 crore as compared to PAT of Rs.9.97 crore on operating income of Rs.364.30 crore in FY2014-15. The net worth stood at Rs.57.66 crore as on March 31, 2016 against Rs.50.07 crore a year earlier.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
07-Mar-2017	Cash Credit	Long Term	INR 36.00	SMERA BB+ (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	36.00	SMERA BB+ Issuer not co-operating*

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

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