

## Press Release

**Kedia Brothers**

30 April, 2018



### Rating Update

<b>Total Bank Facilities Rated</b>	Rs. 36.00 Cr. #
<b>Long Term Rating</b>	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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**ABOUT SMERA**

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