

Press Release

Marvels

24 May, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 5.25 Cr
Long Term Rating (Indicative)	SMERA B+ Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A4 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 B+** (**read as SMERA B plus**) and short term rating of '**SMERA A4**' (**read as SMERA A four**) on the Rs. 5.25 crore bank facilities of Marvels. This rating is now an indicative rating and is based on the 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

- Manufacturing Entities - <https://www.smerra.in/criteria-manufacturing.htm>
- Application of Financial Ratios & Adjustments - <https://www.smerra.in/criteria-fin-ratios.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 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:

Karnataka based, Marvels, incorporated in 2007 as a partnership firm by Mr. Pramod Kumar, Mrs. Kiran, Mrs. Priti, Mr. Abhishek and Mr. Amol Kumar. The firm is engaged in the business of processing and trading of raw cotton, cotton seed oils and cakes etc.

In FY2015-16 the firm has achieved the operating income of Rs.70.02crore in with the Profit after Tax (PAT) of 0.14 crore as compared to the operating income of Rs. 68.24 crore with PAT of 0.12 crore a year earlier. The Net worth of the firm stands Rs.6.24 crore in FY2015-16 as compared to 6.20 crore a year earlier. The Net worth of Rs.6.24 crore in FY2015-16 includes quasi equity of Rs. 3.22 crore.

Any other information: "SMERA is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups".

Rating History for the last three years:

Date	Name of the Facilities	Term	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr)	Ratings/Outlook
March 07, 2017	Cash Credit	LT	NA	NA	NA	2.25	SMERA B+/Stable (Assigned)
March 07, 2017	Secured overdraft	LT	NA	NA	NA	2.00	SMERA B+/Stable (Assigned)
March 07, 2017	Bills Discounting	ST	NA	NA	NA	1.00	SMERA A4 (Assigned)

Annexure - Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue	Ratings/Outlook
Cash Credit	N.A	N.A	N.A	Rs. 2.25 Cr	*SMERA B+/Stable (Indicative)
Secured overdraft	N.A	N.A	N.A	Rs. 2.00 Cr	*SMERA B+/Stable (Indicative)
Bills Discounting	N.A	N.A	N.A	Rs. 1.00 Cr	*SMERA A4 (Indicative)

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

Status of non-cooperation with previous CRA (if applicable): None

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ABOUT SMERA

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