# Press Release

**Lakshmi Galaxy Enterprises(LGE)**

February 21, 2018

**Rating Update**

| **Total Bank Facilities Rated*** | Rs. 11.56 Cr. # |
|---|---|
| **Long Term Rating** | SMERA B+<br>Issuer not co-operating* |
| **Short Term Rating** | SMERA A4<br>Issuer not co-operating* |

*# Refer Annexure for details*
** The issuer did not co-operate; based on best available information.*

SMERA has reviewed 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. 11.56 crore bank facilities of Lakshmi Galaxy Enterprises. This is an indicative rating.

## 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
- Manufacturing entities - https://www.smera.in/criteria-manufacturing.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

LGE, established in 2004, is in Andhra Pradesh-based proprietorship concern owned by Mr.S.Lakshmi Padmavathi. The firm is engaged in the cutting and processing of granite slabs at Ongole, Andhra Pradesh. The firm generates 90 per cent revenue from export of granite slabs to china and balance from the domestic market.

For FY 2015-16, the firm reported Profit after tax (PAT) of Rs. 0.71 cr on operating income of Rs.22.71 cr as against Profit after tax (PAT) of Rs.0.44 cr on a operating income of Rs.16.89 cr for FY2014-15.The net worth stood at Rs. 7.53 cr as on March 31, 2016 against Rs. 4.75 cr a year earlier.

## Rating history (last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|---|---|---|---|---|
| 11-March-2017 | Cash Credit | Long Term | INR 3.50 | SMERA B+ / Stable (Assigned) |
| | Term Loan | Long Term | INR 0.94 | SMERA B+ / Stable (Assigned) |
| | Letter of Credit | Short Term | INR 0.56 | SMERA A4 (Assigned) |
| | Letter of Credit | Short Term | INR 3.80 | SMERA A4 (Assigned) |
| | Foreign Bill Negotiation | Short Term | INR 1.00 | SMERA A4 (Assigned) |
| | PC/PCFC | Short Term | INR 1.50 | SMERA A4 (Assigned) |
| | Proposed Fund Based | Long Term | INR 0.26 | SMERA B+ / 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 | 3.50 | SMERA B+ Issuer not co-operating* |
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.94 | SMERA B+ Issuer not co-operating* |
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 0.56 | SMERA A4 Issuer not co-operating* |
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 3.80 | SMERA A4 Issuer not co-operating* |
| Foreign Bill Negotiation | Not Applicable | Not Applicable | Not Applicable | 1.00 | SMERA A4 Issuer not co-operating* |
| PC/PCFC | Not Applicable | Not Applicable | Not Applicable | 1.50 | SMERA A4 Issuer not co-operating* |
| Proposed Fund Based | Not Applicable | Not Applicable | Not Applicable | 0.26 | SMERA B+ Issuer not co-operating* |

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

## Contacts

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## ABOUT SMERA

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