

Press Release

Silver Global Services Private Limited

April 10, 2017

Rating Assigned

Total Bank Facilities Rated*	Rs. 9.10 Cr.
Long Term Rating	SMERA D

** Refer Annexure for details*

Rating Rationale

SMERA has assigned long-term rating of '**SMERA D**' (read as **SMERA D**) on the Rs. 9.10 crore bank facilities of Silver Global Services Private Limited.

Silver Global Services Private Limited (SGS) was established in 1998 as a proprietorship concern by Mr. Alphonso D'Souza. The company was converted to private limited in 2008 and is led by Directors, Mr D'souza, his wife, Mrs. Stella D'Souza, son, Mr. Kevin D'Souza and son-in-law, Mr. Rolan D'Costa. SGS is engaged in the servicing, cleaning, testing and maintenance of tank containers. The day-to-day operations are led by Mr. Rolan D'Costa.

Key Rating Drivers

Strengths

- **Experienced management**

SGS was established in 1998. The promoters have experience of almost two decades in the said line of business.

Weaknesses

- **Delay in repayment of term loan**

Due to weak liquidity in the business there have been delays during the last three months with regard to principal and interest payment.

- **Weak financial profile**

The company has incurred net loss of Rs.1.86 cr during FY2015-16 due to high financial expenses and absence of revenue from the containers service depot.

Analytical Approach

SMERA has considered the standalone financial and business risk profiles of Silver Global Services Private Limited to arrive at the rating.

Outlook:

About the Rated Entity - Key Financials

The company reported net loss of Rs. 1.86 cr. on net sales of Rs. 6.09 cr. in FY2016 as against net loss of Rs.1.65 cr. on net sales of Rs.5.59 cr. in FY2015. The net worth stood at Rs. (0.16) cr. as on March 31, 2016 compared to Rs. 1.70 cr. as on March 31, 2015.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

None

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Entities In Services Sector - <https://www.smera.in/criteria-services.htm>
- Financial Ratios And Adjustments - <https://www.smera.in/criteria-fin-ratios.htm>

Note on complexity levels of the rated instrument

<https://www.smera.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Not Applicable

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Term loans	Not Applicable	Not Applicable	Not Applicable	3.39	SMERA D
Term loans	Not Applicable	Not Applicable	Not Applicable	1.06	SMERA D
Overdraft	Not Applicable	Not Applicable	Not Applicable	4.65	SMERA D

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