

Press Release

Natraj Industries (NI)

15 November, 2017



Rating Update

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|--------------------------------------|-------------------------------------|
| Total Bank Facilities Rated* | Rs.5.37 Cr |
| Long Term Rating (Indicative) | SMERA B 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 B** (read as SMERA B)' on the Rs.5.37 crore bank facilities of Natraj Industries (NI). 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 and 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

- Trading entities: <https://www.smera.in/criteria-trading.htm>
- Default Recognition: <https://www.smera.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 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: The Gujarat-based NI, established in 2013, is promoted by Mr. Ghanshyam Patel and Mr. Vinubhai Patel. The firm is engaged in the trading of agro commodities, processing of cotton seeds and crushing of oil seeds in Mehsana (Gujarat).

For FY2014-15, the firm reported profit after tax (PAT) of Rs.0.01 crore on operating income of Rs.37.29 crore, as compared with nil PAT on operating income of Rs.16.69 crore in FY2013-14. As per the 12 months provisional financials for FY2015-16, the firm registered nil PAT on operating income of Rs.31.19 crore. The net worth of the firm stood at Rs.1.60 crore (provisional) as on March 31, 2016 as against Rs.1.24 crore a year earlier

Rating history for the last three years:

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|-----------|---------------------------------|-----------|------------------|-----------------------------|
| 02-Aug-16 | Cash Credit | Long Term | 4.00 | SMERA B / Stable (Assigned) |
| | Term Loan | Long Term | 1.37 | 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. Crore) | Ratings |
|------------------------|------------------|-------------|---------------|-------------------------------|-------------------------------------|
| Cash Credit | NA | NA | NA | 4.00 | SMERA B Issuer not co-operating* |
| Term Loan | NA | NA | NA | 1.37 | SMERA B 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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