

Press Release

Leo Schachter Diamonds India Private Limited

January 17 2020



Rating Update

| | |
|-------------------------------------|--|
| Total Bank Facilities Rated* | Rs.150.00 Cr.# |
| Short Term Rating | ACUITE A4+ Issuer not co-operating* |

#Refer Annexure for details

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

Acuité has reviewed short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) to the Rs. 150.00 crore bank facilities of Leo Schachter Diamonds India Private Limited (LSDIPL). This rating is now an indicative rating and is based on best available information.

The LSDIPL, incorporated in 2008 by Indira Investments Limited (holding company) belongs to the Leo Schachter group of Israel. The company is engaged in the re-cutting (special diamond cut called Leocut) and export of polished diamonds to associate firms in USA and Israel. Polished diamonds for recutting are imported largely from Israel and also procured from the domestic market. Additionally, the company also manufactures and trades in rough and polished diamonds apart from liaisoning for group companies.

The company registered profit after tax (PAT) of Rs.4.55 crore on operating income of Rs. 465.18 crore for FY2016-17 compared to Rs.4.08 crore on operating income of Rs.626.61 crore for FY2015 -16. The net worth stood at Rs.73.46 crore as on 31 March, 2017 as against Rs.68.92 crore as on 31 March,2016.

Non-cooperation by the issuer/borrower:

Acuité 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 Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.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). Acuité endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

The rated entity has not shared the latest Financial Statements despite repeated attempts.

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

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr) | Ratings/Outlook |
|-------------|---------------------------------|-----------|-----------------|--|
| 25-Oct-2018 | Post Shipment Credit | Long Term | 150.00 | ACUITE A4+ Issuer not co-operating* |
| 11-Sep-2017 | Post Shipment Credit | Long Term | 150.00 | ACUITE A4+ (Assigned) |

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

*Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings/Outlook |
|------------------------|------------------|----------------|----------------|-------------------------------|--|
| Post Shipment Credit | Not Applicable | Not Applicable | Not Applicable | 150.00 | ACUITE A4+ Issuer not co-operating* |

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

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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