

Press Release

Indigo Collections Private Limited (ICPL)

18 July, 2017



Rating Update

Total Bank Facilities Rated*	Rs.9.45 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

*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**) and short term rating of '**SMERA A4**' (read as **SMERA A four**) on the Rs.9.45 crore bank facilities of Indigo Collections Private Limited. This rating is now an indicative rating and is based on 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.smera.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>
- Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.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: ICPL, established in 2001, is a Gurgaon-based company promoted by Ms. Upma Chandra. ICPL is engaged in manufacturing and export of garments for women and children. The company caters to customers in USA, Europe and UAE. The company has interest bearing unsecured loans from promoters, friends and relatives worth Rs.5.60 crore in FY2014-15 that are subordinated to bank debt. SMERA has treated such unsecured loans as quasi-equity.

For FY2014–15, ICPL reported net losses of Rs.0.92 crore on operating income of Rs.29.71 crore, as compared with profit after tax (PAT) of Rs.0.11 crore on operating income of Rs.28.01 crore in the previous year. The company's net worth stood at Rs.7.58 crore as on March 31, 2015, as compared with Rs.8.85 crore a year earlier.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
12-May-16	Packing Credit	Long Term	6.00	SMERA B / Stable (Assigned)
	Packing Credit	Short Term	6.00	SMERA B (Withdrawn)
	Letter of Credit	Short Term	2.25	SMERA A4 (Assigned)
	Cash Credit	Short Term	1.20	SMERA A4 (Assigned)
16-Feb 2015	Packing Credit	Short Term	6.00	SMERA A4 (Assigned)
	Letter of Credit	Short Term	2.25	SMERA A4 (Assigned)
	Cash Credit	Short Term	1.20	SMERA A4 (Assigned)

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Packing Credit	NA	NA	NA	6.00	SMERA B Issuer not co-operating*
Letter of Credit	NA	NA	NA	2.25	SMERA A4 Issuer not co-operating*
Cash Credit	NA	NA	NA	1.2	SMERA A4 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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