

Press Release

Kenda Farben India Private Limited (KFIPL)

20 July, 2017



Rating Update

Total Bank Facilities Rated*	Rs. 6.00Cr #
Long Term Rating	SMERA BBB Issuer not co-operating*
Short Term Rating	SMERA A3+ Issuer not cooperating*

Refer Annexure for details

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

SMERA has reviewed the long term rating of '**SMERA BBB**' (read as **SMERA triple B**) and short term rating of '**SMERA A3+**' (read as **SMERA A three plus**) to the above bank facilities of Kenda Farben India Private Limited (KFIPL). 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

- 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

Kenda Farben India Private Limited (KFIPL) is a Noida-based company engaged in the manufacture of chemical products (adhesives and varnishes) used in footwear manufacture. The company was promoted in 1997 by Mr. Gaurav Malik, Jaspal Singh Sawhney and Parmeet Singh Sawhney. KFIPL has a manufacturing unit in Noida (UP) with total installed capacity of 3550 metric ton per annum.

For FY2014-15, KFIPL reported profit after tax (PAT) of Rs.6.05 crore on operating income of Rs.37.40 crore, as compared with PAT of Rs.2.17 crore on operating income of Rs.31.64 crore in FY2013-14. The net worth stood at Rs.17.41 crore as on March 31, 2015, compared with Rs.11.43 crore a year earlier.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
18th Mar 16	Cash credit	Long Term	INR 4.00	SMERA BBB/Stable
	Letter of Credit	Short Term	INR 2.00	SMERA A3+
24th Dec 14	Cash credit	Long Term	INR 4.00	SMERA BBB- / Stable
	Term Loan	Long Term	INR 2.00	SMERA BBB- / Stable
	Letter of Credit	Short Term	INR 3.00	SMERA A3+
17th Dec 14	Cash credit	Long Term	INR 2.00	SMERA BBB- / Stable
	Term Loan	Long Term	INR 2.50	SMERA BBB- / Stable
	Letter of Credit	Short Term	INR 2.00	SMERA A3+

#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	4.00	SMERA BBB Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	SMERA A3+ Issuer not co-operating*

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

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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities, and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, Certificate of Deposits etc.. For more details, please visit www.smera.in.

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