

Press Release

Suvastra India (SI)

September 23, 2017



Rating Update

Total Bank Facilities Rated*	Rs. 6.00 Cr. #
Long Term Rating	SMERA B+ Issuer not co-operating*
Short Term Rating	SMERA A4 Issuer not co-operating*

Refer Annexure for details

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

SMERA has reviewed long-term rating of '**SMERA B+** (read as SMERA B plus) and short-term rating of '**SMERA A4**' (read as 'SMERA A four') on the above mentioned facilities of Suvastra India (SI). 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 & 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

- 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

Suvastra India, established in 2010 by Mr. Karthigeyan, is engaged in the manufacture of readymade garments. The firm has an installed capacity of 45,000 pieces and largely exports its products to The Netherlands, USA, UK and Japan. The manufacturing facilities are located in Bangalore.

For FY2014-15, SI reported PAT of Rs.0.74 crore on operating income of Rs.23.31 crore, as compared with PAT of Rs.1.18 crore on operating income of Rs.18.85 crore for FY2013-14. The net worth stood at Rs.1.66 crore as on 31 March, 2015, compared with Rs.1.66 crore a year earlier.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
27-Jun-2016	Cash Credit	Long Term	2.00	SMERA B+/ Stable
	Letter of Credit	Short Term	1.75	SMERA A4
	Packing Credit	Short Term	2.25	SMERA A4
15-Apr-2015	Cash Credit	Long Term	2.00	SMERA BB -/ Stable
	Letter of Credit	Short Term	1.75	SMERA A4+
	Packing Credit	Short Term	2.25	SMERA A4+

#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	2.00	SMERA B+ Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.75	SMERA A4 Issuer not co-operating*
Packing Credit	Not Applicable	Not Applicable	Not Applicable	2.25	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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