

Press Release

Earth Stone Global

04 May, 2018



Rating Update

| | |
|------------------------------------|--------------------------------------|
| Total Bank Facilities Rated | Rs. 17.00 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 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. 17.00 crore bank facilities of Earth Stone Global (ESG). 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 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.smerra.in/criteria-default.htm>
- Manufacturing Entities - <https://www.smerra.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

Earth Stone Global (ESG) was established as a proprietorship concern in 2010 by Mr. Vikas Kanchhal at Jaipur. The firm is engaged in the processing of natural stone and manufacturing of thin slate veneer tiles (Sand Stone, Slate Stone, etc.), mosaic tiles for the domestic and export market.

The firm reported Profit After Tax (PAT) of Rs. 0.19 crore on operating income of Rs.28.26 crore in FY2015-16, as compared to PAT of Rs.0.27 crore on operating income of Rs.24.84 crore in FY2014-15.

Rating history (last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|-------------|---------------------------------|------------|------------------|------------------------------|
| 25-May-2017 | Packing Credit | Short Term | 12.40 | SMERA A4 (Assigned) |
| | Cash Credit | Long Term | 1.25 | SMERA B/Stable (Assigned) |
| | Post Shipment Credit | Short Term | 0.75 | SMERA A4 (Assigned) |
| | Letter of Credit | Short Term | 2.60 | SMERA A4 (Assigned) |

#Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Cr.) | Ratings |
|------------------------|------------------|----------------|----------------|-----------------------------|--------------------------------------|
| Packing Credit | Not Applicable | Not Applicable | Not Applicable | 12.40 | SMERA A4 Issuer not co-operating* |
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 1.25 | SMERA B Issuer not co-operating* |
| Post Shipment Credit | Not Applicable | Not Applicable | Not Applicable | 0.75 | SMERA A4 Issuer not co-operating* |
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 2.60 | SMERA A4 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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