

June 02, 2014

Facilities	Amount (Rs. Crore)	Rating
Foreign Documentary Bills Negotiation (FDBN/FDBP/FDBD)	3.00	SMERA D (Reaffirmed)
Packing Credit Limit	4.00	SMERA D (Reaffirmed)
Term Loan – I	0.23	SMERA D (Reaffirmed)
Term Loan – II	0.21	SMERA D (Reaffirmed)
Term Loan – III	1.27	SMERA D (Reaffirmed)

SMERA has reaffirmed rating of '**SMERA D**' (read as **SMERA D**) to the abovementioned bank facilities of Capital Clothing Company (CCC). The rating continues to reflect delays in debt servicing by the firm.

About the firm

CCC, established in 2008, is a Tamil Nadu-based proprietorship firm promoted by Mrs. H. Farzana. The overall operations of the firm are managed by Mr. Harun Rasheeth (Chief Executive Officer of CCC) and Mrs. H. Farzana.

CCC is engaged in manufacturing and export of knitted garments. The firm has two factory units in Tirupur, Tamil Nadu.

For FY2012–13 (refers to financial year, April 01 to March 31), CCC reported profit after tax (PAT) of Rs.0.28 crore on operating income of Rs.18.91 crore, as compared with PAT of Rs.0.31 crore on operating income of Rs.20.47 crore for FY2011–12. Further, the firm registered revenues of Rs.26.24 crore (as per sales tax returns) during April 2013 to January 2014. CCC's net worth stood at Rs.2.85 crore as on March 31, 2013, as compared with Rs.1.04 crore a year earlier.

Disclaimer: A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.smera.in) for the latest information on any instrument rated by SMERA.

Contact List

Media/Business Development	Analytical Contacts	Rating Desk
Mr. Virendra Goyal, Vice President – Sales Tel: +91-22-6714 1177 Cell: +91 99300 74009 Email: virendra.goyal@smera.in Web: www.smera.in	Mr. Umesh Nihalani, Head – Corporate Ratings Tel: +91-22-6714 1106 Cell: +91 98336 51336 Email: umesh.nihalani@smera.in	Tel: +91 22 6714 1170 Email: ratingdesk@smera.in

Disclaimer: A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.smera.in) for the latest information on any instrument rated by SMERA.