

## Press Release

### Bil Energy Systems Limited (BESL)

10 July, 2017



### Rating Reaffirmed

<b>Total Bank Facilities Rated*</b>	Rs. 75.00 Cr
<b>Long Term Rating</b>	SMERA D (Reaffirmed)
<b>Short Term Rating</b>	SMERA D (Reaffirmed)

*\*Refer Annexure for details*

### Rating Rationale

SMERA has reaffirmed the rating of '**SMERA D**' (read as **SMERA D**) on the Rs.75.00 crore bank facilities of Bil Energy Systems Limited (BESL).

BESL, incorporated in 2010, is a listed entity engaged in the manufacturing of stampings and electrical laminations at Kanchad Village, Thane. The installed manufacturing capacity stands at 24,000 metric tonnes per annum (MTPA) for stampings and 12,000 MTPA for electrical laminations.

#### List of key rating drivers and their detailed description:

##### Weaknesses

**Delays in debt servicing:** The rating continues to reflect delays in servicing of debt obligations as reflected in the CIBIL report dated 19 May 2017.

**Analytical approach:** SMERA has taken a standalone view of the financial and business risk profiles of BESL.

**About the Rated Entity:** For FY2015-16, BESL reported net loss of Rs.0.81 crore on operating income of Rs.27.52 crore, as compared with net profit of Rs.0.95 crore on operating income of Rs.41.94 crore in FY2014-15.

##### Applicable Criteria

- Manufacturing Entities – <https://www.smera.in/criteria-manufacturing.htm>
- Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>

##### Note on complexity levels of the rated instrument:

<https://www.smera.in/criteria-complexity-levels.htm>

**Status of non-cooperation with previous CRA:** Not Applicable

**Any other information:** None

**Rating History (Upto last three years):**

Date	Name of Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
18-Feb -2016	Term Loan	Long term	36.00	SMERA D (Reaffirmed)
	Cash Credit	Long term	20.00	SMERA D (Reaffirmed)
	Letter of Credit/ Bank Guarantee	Short term	19.00	SMERA D (Reaffirmed)
29-Dec-2014	Term Loan	Long term	36.00	SMERA D (Reaffirmed)
	Cash Credit	Long term	20.00	SMERA D (Reaffirmed)
	Letter of Credit/ Bank Guarantee	Short term	19.00	SMERA D (Reaffirmed)
27-Nov-2013	Term Loan	Long term	36.00	SMERA D (Assigned)
	Cash Credit	Long term	20.00	SMERA D (Assigned)
	Letter of Credit/ Bank Guarantee	Short term	19.00	SMERA D (Assigned)

**\*Annexure – Details of instruments rated:**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Term Loan	N.A.	N.A.	N.A.	36.00	SMERA D (Reaffirmed)
Cash Credit	N.A.	N.A.	N.A.	20.00	SMERA D (Reaffirmed)
Letter of Credit/ Bank Guarantee	N.A.	N.A.	N.A.	19.00	SMERA D (Reaffirmed)

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**ABOUT SMERA**

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