

Press Release

Pragati Electricals Private Limited (PEPL)

10 January, 2018

Rating Update



Total Bank Facilities Rated*	Rs.12.50 Cr
Long Term Rating (Indicative)	SMERA BB Issuer not co-operating*
Short Term Rating (Indicative)	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 BB' (read as SMERA double B)** and short term rating of **SMERA A4+ (read as SMERA A four plus)** on the above bank facilities of Pragati Electrical Private Limited (PEPL). 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

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

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PEPL was established in 1975, by Mr. Prakash P. Gune (Managing Director) and Mr. Prashant Gune (Joint Managing Director), electrical engineers with over two decades of experience in design and manufacturing of instrument transformers. The manufacturing facilities are located at Thane and Navi Mumbai.

In FY2016-17, the company reported profit after tax (PAT) of Rs.0.67 crore on operating income of Rs.82.34 crore against PAT of Rs.0.26 crore on operating income of Rs.66.75 crore in the previous year.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
10-December - 2016	Cash Credit	Long term	10.00	SMERA BB/Stable (Assigned)
	Bank Guarantee	Short term	2.50	SMERA A4+ (Assigned)

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	10.00	SMERA BB (Indicative)
Bank Guarantee	NA	NA	NA	2.50	SMERA A4+ (Indicative)

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

Contacts:

Analytical	Rating Desk
Vinayak Nayak, Head – Ratings Operations, SMERA Bond Ratings Tel: 022-67141190 Email: vinayak.nayak@smera.in Pwan Punmaji, Rating Analyst, Tel: 022-67141111 Email: pawan.punmaji@smera.in	Varsha Bist Sr. Executive Tel: 022-67141160 Email: varsha.bist@smera.in

ABOUT SMERA

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