

## Press Release

### Chandresh Cables Limited

06 April 2018

#### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs.34.50 Cr#
<b>Long Term Rating (Indicative)</b>	SMERA BB+ Issuer not co-operating*
<b>Short Term Rating (Indicative)</b>	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 BB Plus**) and short term rating of **SMERA A4+ (read as SMERA A four plus)** on the above bank facilities of Chandresh Cables Limited. 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 : <https://www.smera.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smera.in/criteria-default.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 entity:

CCL was established by Mr. Parasmal Jain, Mr. Tejraj Jain and Mr. Pukhraj Bafna. The company is engaged in the manufacturing and trading of cables and wires at Gujarat. The installed capacity stands at 30000 km per annum for low tension wires and household cables while it is 10 km per day for high tension wires. The company is ISO 9001:2008 certified and sells its products under

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the 'Avocab' brand name. Besides, the company is also into generation of wind power. The overall operations are managed by Mr. Rajendra Jain, Mr. Amit Jain, Mr. Abhivandan Lodha and Mr. Ankit Lodha.

For FY2015-16, CCL reported PAT of Rs. 0.95 crores on operating income of Rs. 124.33 crores, as compared with PAT of Rs. 0.68 crores on operating income of Rs. 119.95 crores for FY 2014-15. CCL's net worth stood at 13.33 crores as on March 2016, as compared with Rs. 12.46 crores for FY2014-15.

#### Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
09-Feb-2017	Cash Credit	LT	25.00	SMERA BB+/Stable (Reaffirmed)
	Letter of Credit	LT	5.50	SMERA A4+ (Reaffirmed)
	Bank Guarntee	LT	4.00	SMERA A4+ (Reaffirmed)
21-Aug-2015	Cash Credit	LT	25.00	SMERA BB+/Stable (Reaffirmed)
	Letter of Credit	LT	5.50	SMERA A4+ (Reaffirmed)
	Bank Guarntee	LT	4.00	SMERA A4+ (Reaffirmed)
7-Jul-2015	Cash Credit	LT	22.00	SMERA BB+/Stable (Upgraded)
	Bills Discounting	LT	1.50	SMERA A4+ (Reaffirmed)
	Letter of Credit	LT	3.00	SMERA A4+ (Reaffirmed)
	Bank Guarntee	ST	3.00	SMERA A4+ (Reaffirmed)
5-Feb-14	Cash Credit	LT	22.00	SMERA BB/Stable (Assigned)
	Bills Discounting	LT	1.50	SMERA A4+ (Assigned)
	Letter of Credit	LT	3.00	SMERA A4+ (Assigned)
	Bank Guarntee	ST	3.00	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	25.00	SMERA BB+/Stable (Indicative)
Letter of Credit	NA	NA	NA	5.50	SMERA A4+/Stable (Indicative)
Bank Guarantee	NA	NA	NA	4.00	SMERA A4+/Stable (Indicative)

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

**Contacts:**

Analytical	Rating Desk
Suman Chowdhury, President – SMERA Bond Ratings Tel: 022-67141107 Email: <a href="mailto:suman.chowdhury@smera.in">suman.chowdhury@smera.in</a>  Deep Majumder, Rating Analyst, Tel: 033-66201213 Email: <a href="mailto:deep.majumder@smera.in">deep.majumder@smera.in</a>	Varsha Bist Sr. Executive Tel: 022-67141160 Email: <a href="mailto:varsha.bist@smera.in">varsha.bist@smera.in</a>

## ABOUT SMERA

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as and when the circumstances so warrant. Please visit our website ([www.smerra.in](http://www.smerra.in)) for the latest information on any instrument rated by SMERA.

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