

Press Release

Rare Earth Conveyors Private Limited

27 December, 2017

Rating Update



Total Bank Facilities Rated*	Rs.46.00 Cr
Long Term Rating (Indicative)	SMERA BBB- Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A3 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 BBB-** (read as SMERA triple B minus) and **short term rating of SMERA A3 (Read as SMERA A three)** on the Rs.46.00 crore bank facilities of Rare Earth Conveyors Private 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 Entities: <https://www.smera.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>
- 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:

RECPL, incorporated in 2007 (the erstwhile Rare Earth International, a partnership firm) is a Delhi-based company promoted by Mr. Rakesh Khurana and Mr. Pankaj Khurana. The company is engaged in the processing of rubber conveyor belts.

SMERA Ratings Limited

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
13-September-2016	Cash Credit	Long term	10.00	SMERA BBB-/Stable (Reaffirmed)
	Cash Credit	Long term	14.00	SMERA BBB-/Stable (Reaffirmed)
	Buyers Credit	Short term	12.00	SMERA A3 (Reaffirmed)
	Buyers Credit	Short term	10.00	SMERA A3 (Reaffirmed)
09-July-2015	Cash Credit	Long term	10.00	SMERA BBB-/Stable (Upgraded)
	Cash Credit	Long term	14.00	SMERA BBB-/Stable (Upgraded)
	Buyers Credit	Short term	12.00	SMERA A3 (Upgraded)
	Buyers Credit	Short term	10.00	SMERA A3 (Upgraded)
10-Februry-2014	Cash Credit	Long term	10.00	SMERA BB+/Stable (Assigned)
	Cash Credit	Long term	14.00	SMERA BB+/Stable (Assigned)

	Buyers Credit	Short term	12.00	SMERA A4+ (Assigned)
	Buyers Credit	Short term	10.00	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 – I	NA	NA	NA	10.00	SMERA BBB- (Indicative)
Cash Credit – II	NA	NA	NA	14.00	SMERA BBB- (Indicative)
Buyers Credit – I	NA	NA	NA	12.00	SMERA A3 (Indicative)
Buyers Credit - II	NA	NA	NA	10.00	SMERA A3 (Indicative)

**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, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit www.smerra.in.

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