

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.

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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-February-2014	Cash Credit	Long term	10.00	SMERA BB+/Stable (Assigned)
	Cash Credit	Long term	14.00	SMERA BB+/Stable (Assigned)

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	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

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