

Press Release

Latha Educational Society (LES)

September 27, 2017

Rating Update



Total Bank Facilities Rated	Rs.9.66 Cr #
Long Term Rating (Indicative)	SMERA D Issuer not co-operating*

Refer Annexure for details of instrument.

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

SMERA has reviewed the long term rating of '**SMERA D' (read as SMERA D)** on the Rs.9.66 crore bank facilities of Latha Educational Society (LES). 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

- Entities in Service Sector: <https://www.smera.in/criteria-services.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 endeavored 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

Latha Educational Society (LES) is a Tamil Nadu based trust established in 1993 by the Late Mr. Chinnasamy and Mr. Murugan. The trust runs Sakthi Matric Higher Secondary School at Chinnasalem, Tamil Nadu.

For FY2014-15, LES reported profit after tax (PAT) of Rs.2.33 crore on operating income of Rs.10.79 crore, as compared with PAT of Rs.1.97 crore on operating income of Rs.7.20 crore.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
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09-Aug-2016	Term Loan	Long Term	INR 9.66	SMERA D (Assigned)
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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	NA	NA	NA	9.66	SMERA D Issuer not co-operating*

*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, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities, and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, and Certificate of Deposits etc. For more details, please visit www.smera.in.

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