

### The Mysore Paper Mills Limited: Withdrawn

Name of the Instrument	Amount (Rs. Crore)	Rating/Outlook
Non-Convertible Debenture (NCD) Issue	50.00	SMERA Provisional AA- (SO)*/Stable (Withdrawn)
Non-Convertible Debenture (NCD) Issue	40.00	SMERA Provisional AA- (SO)*/Stable (Withdrawn)

*\*Credit enhancement on account of Unconditional and Irrevocable Guarantee of the Government of Karnataka (GoK)*

SMERA has withdrawn the rating of **SMERA Provisional AA- (SO) (read as SMERA Provisional double A minus Structured Obligation)** assigned to the abovementioned Non-Convertible Debenture Issues issued by The Mysore Paper Mills Limited (MPM). The rating is being withdrawn since the company is yet to execute the debenture trust deed and the tri-partite agreements.

The provisional rating assigned to the two NCD issues aggregating Rs.90 crore was subject to receipt of the following:

- i. Receipt of a stamped and signed copy of the guarantee extended by the Government of Karnataka (GoK)
- ii. Implementation of the Structured Payment Mechanism
- iii. Appointment of Trustees to the Bond Holders (acceptable to SMERA) to operationalise and monitor the Structured Payment Mechanism
- iv. Receipt of a stamped and signed copy of the following documents –
  - a. Trust Deed
  - b. The transaction structure
  - c. The Tri-partite agreement between MPM, trustee and State Government
- v. Confirmation from the trustee that the unconditional and irrevocable guarantee GoK is enforceable and that all procedures/compliance is catered to
- vi. Confirmation from GoK that the guarantee will remain valid and GoK would discharge its obligations under the guarantee even in case MPM is referred to the Board for Industrial and Financial Reconstruction (BIFR).

#### About the Corporation

The Mysore Paper Mills Limited, (MPM) founded by Sri Krishnaraja Wodeyar Bahadur, the Maharaja of erstwhile Mysore State, incorporated on 20th May 1936 under the then Mysore Companies Regulation, VIII of 1917. Later, it became a Government Company in 1977 under Section 617 of the Companies Act, 1956.

**Rating History:**

Date	Facilities	Amount (Rs. Crore)	Rating		Rating Outlook
			Long Term	Short Term	
19 August, 2015	Non-Convertible Debenture*	50.00	SMERA Provisional AA-(SO) (Reaffirmed)	-	Stable
	Non-Convertible Debenture*	40.00	SMERA Provisional AA-(SO) (Reaffirmed)	-	Stable
01 July, 2013	Non-Convertible Debenture*	50.00	SMERA AA- (SO) (Reaffirmed)	-	Stable
	Non-Convertible Debenture*	40.00	SMERA AA- (SO) (in-principal Assigned)	-	Stable
10 April, 2012	Secured Non-Convertible Debenture Issue	50.00	SMERA Provisional AA-(SO) (Assigned)	-	Stable

\*Credit enhancement on account of an unconditional and irrevocable guarantee given by the Government of Karnataka (GoK)

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