

Press Release

Chawla Jewellers

March 02, 2017

Rating Update

Total Bank Facilities Rated*	Rs. 25.00 Cr. #
Long Term Rating	SMERA BB- Issuer not co-operating*

Refer Annexure for details

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

SMERA has long-term rating of '**SMERA BB-**' (read as **SMERA BB minus**) on the Rs. 25.00 crore bank facilities of Chawla Jewellers. 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

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Financial Ratios And Adjustments - <https://www.smera.in/criteria-fin-ratios.htm>
- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.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

New Delhi based Chawla Jewelers is a partnership firm established in 1995 by Mr. OP Chawla, Mr. Hemant Chawla & Mr. Rahul Chawla as partners is engaged in the business of manufacturing and trading of gold jewellery, diamond studded jewellery and precious and semi-precious stones studded jewelry. In FY2014-15 Chawla Jewelers reported Profit after tax (PAT) of Rs.0.69 crore on operating income of Rs. 90.64 crore, as against a PAT of Rs.0.50 crore on operating income of Rs. 75.06 crore in FY2013-14. The firm's Networth stood at Rs.31.51 crore as on March 31, 2015. The total Networth of Rs.31.51 crore in FY2014-15 includes the quasi equity of Rs. 16.14 crore

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Rating History (Upto last three years)

Date	Name of Instrument	Term	Amount (Rs. Crore)	Ratings/Outlook
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	/ Facilities			
04-Dec-2015	Cash Credit	Long Term	INR 25 CR	SMERA BB- / Stable
08-Jun-2015	Cash Credit	Long Term	INR 25 CR	SMERA B+ / Stable

#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	Not Applicable	Not Applicable	Not Applicable	25.00	SMERA BB- Issuer not co-operating*

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

Contacts

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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, Certificate of Deposits etc.. For more details, please visit www.smera.in.

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