

Press Release

Siechem Technologies Private Limited (STPL)

08 February, 2018



Rating Withdrawn

Total Bank Facilities Rated*	Rs. 91.95 Cr
Long Term Rating	SMERA BBB/Stable (Withdrawn)
Short Term Rating	SMERA A3+ (Withdrawn)

** Refer Annexure for details*

Rating Rationale

SMERA has withdrawn the long term rating of '**SMERA BBB**' (read as **SMERA triple B**) and short-term rating of '**SMERA A3+**' (read as **SMERA A three plus**) of the above bank facilities of Siechem Technologies Private Limited (STPL). The rating withdrawal is in accordance with the SMERA's 'Policy on Withdrawal of Ratings'.

About the Rated Entity

Incorporated in 1994, the Tamil Nadu-based STPL was promoted by Mr. P. Damodaren. The company is engaged in the manufacture of specialty wires and cables and caters to various industries including the railways, solar, marine, and automotive among others. The manufacturing facilities of the company are located at Pondicherry, Tamil Nadu and the day-to-day operations are managed by Mr. P. Damodaren, Managing Director along with Mr. G. M. Arunkumar, Executive Director.

Status of non-cooperation with previous CRA (if applicable): Not Applicable

Any other information: Not Applicable

Note on complexity levels of the rated instrument: <https://www.smera.in/criteria-complexity-levels.htm>

Rating History (Upto last three years):

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
12-Sep-2017	Cash Credit*	Long Term	28.50	SMERA BBB/ Stable (Notice of Withdrawal)
	Term Loan- I	Long Term	4.25	SMERA BBB/ Stable (Notice of Withdrawal)
	Term Loan- II	Long Term	4.20	SMERA BBB/ Stable (Notice of Withdrawal)
	Bank Guarantee	Short Term	26.00	SMERA A3+ (Notice of Withdrawal)
	Letter of Credit**	Short Term	24.00	SMERA A3+ (Notice of Withdrawal)
	Specific Bank Guarantee	Short Term	3.00	SMERA A3+ (Notice of Withdrawal)
	Forward Contract	Short Term	2.00	SMERA A3+ (Notice of Withdrawal)
13-May-2016	Cash Credit*	Long Term	28.50	SMERA BBB/ Stable (Suspension Revoked: Rating Assigned)
	Term Loan- I	Long Term	4.25	SMERA BBB/ Stable (Suspension Revoked: Rating Assigned)
	Term Loan- II	Long Term	4.20	SMERA BBB/ Stable (Suspension Revoked: Rating Assigned)
	Bank Guarantee	Short Term	26.00	SMERA A3+ (Suspension Revoked: Rating Assigned)
	Letter of Credit**	Short Term	24.00	SMERA A3+ (Suspension Revoked: Rating Assigned)
	Specific Bank Guarantee	Short Term	3.00	SMERA A3+ (Rating Assigned)
	Forward Contract	Short Term	2.00	SMERA A3+ (Rating Assigned)
31-Oct-2014	Cash Credit	Long Term	26.50	SMERA B+/Negative (Suspended)
	Term Loan	Long Term	19.06	SMERA B+/Negative (Suspended)

	Letter of Credit	Short Term	35.00	SMERA A4 (Suspended)
	Bank Guarantee	Short Term	17.44	SMERA A4 (Suspended)
	Packing credit	Short Term	2.00	SMERA A4 (Suspended)
15-Apr-2014	Cash Credit [^]	Long Term	26.50	SMERA B+/Negative (Downgraded from SMERA BBB-/Stable)
	Term Loan	Long Term	16.25	SMERA B+/Negative (Downgraded from SMERA BBB-/Stable)
	Letter of Credit	Short Term	24.00	SMERA A4 (Downgraded from SMERA A3)
	Bank Guarantee	Short Term	30.34	SMERA A4 (Downgraded from SMERA A3)
	Proposed long term bank facilities	Long Term	2.91	SMERA B+/Negative (Downgraded from SMERA BBB-/Stable)
	Proposed long term bank facilities	Long Term	0.37	SMERA BBB-/Stable (Assigned)

**PC/FBP/FBD of Rs. 2.00 crore and ILC/FLC of Rs. 11.00 crore sub-limit within cash credit*

*** ILC/FLC-Inland Letter of Credit (ILC) / Foreign Letter of Credit (FLC)*

[^] Interchangeable with letter of credit to the extent of Rs. 11 cr and packing credit to the extent of Rs. 2.cr

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit*	NA	NA	NA	28.50	SMERA BBB/Stable (Withdrawn)
Term Loan- I	NA	NA	NA	4.25	SMERA BBB/Stable (Withdrawn)
Term Loan- II	NA	NA	NA	4.20	SMERA BBB/Stable (Withdrawn)
Bank Guarantee	NA	NA	NA	26.00	SMERA A3+ (Withdrawn)
Letter of Credit**	NA	NA	NA	24.00	SMERA A3+ (Withdrawn)
Specific Bank Guarantee	NA	NA	NA	3.00	SMERA A3+ (Withdrawn)
Forward Contract	NA	NA	NA	2.00	SMERA A3+ (Withdrawn)

*PC/FBP/FBD of Rs. 2.00 crore and ILC/FLC of Rs. 11.00 crore sub-limit within cash credit

** ILC/FLC-Inland Letter of Credit (ILC) / Foreign Letter of Credit (FLC)

Contacts:

Analytical	Rating Desk
Vinayak Nayak, Head – Ratings Operations Tel: +91-22-6714 1190 Email: vinayak.nayak@smera.in Pawan Punmaji, Manager – Corporate Ratings, Tel: +91-22-6714 1352 Email: pawan.punmaji@smera.in	Varsha Bist Sr. Executive Tel: 022-67141160 Email: varsha.bist@smera.in

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.smera.in.

Disclaimer: A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment

SMERA Ratings Limited

of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.smera.in) for the latest information on any instrument rated by SMERA.