

## Press Release

### Paviter Metals Private Limited (PMPL)

November 28, 2017



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 8.00 Cr. #
<b>Long Term Rating</b>	SMERA BB- Issuer not co-operating*
<b>Short Term Rating</b>	SMERA A4 Issuer not co-operating*

# Refer Annexure for details

\* The issuer did not co-operate; based on best available information

SMERA has reviewed long-term rating of '**SMERA BB-**' (**read as SMERA double B minus**) and short-term rating of '**SMERA A4**' (**read as SMERA A four**) on the Rs. 8.00 crore bank facilities of Paviter Metals Private Limited (PMPL). This is an indicative rating.

#### Non-cooperation by the issuer/borrower

SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance and review of the rating. However, the issuer/borrower failed to submit required documents 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.smerra.in/criteria-default.htm>
- Trading entities - <https://www.smerra.in/criteria-trading.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

PMPL, incorporated in 2008, is a Ludhiana-based company promoted by Mr. Naresh Dhawan and family. The company is engaged in the trading of steel angels, channels and rounds.

For FY2014-15, PMPL reported profit after tax (PAT) of Rs.0.34 crore on operating income of Rs.159.91 crore, as compared with PAT of Rs.0.50 crore on operating income of Rs.181.47 crore in FY2013 - 14. The company's net worth stood at Rs.6.29 crore (including unsecured loan of Rs.2.60 crore) as on March 31, 2015, as compared with Rs.6.69 crore (including unsecured loan of Rs.3.34 crore) a year earlier. Further, the company achieved revenue of around Rs.123.00 crore in FY2015-16.

**Rating history (last three years)**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23-July-2016	Cash Credit	Long Term	5.00	SMERA BB-/ Stable (Downgraded)
	Bank Guarantee	Short Term	2.00	SMERA A4 (Downgraded)
	Letter of Credit	Short Term	1.00	SMERA A4 (Downgraded)
19 May, 2015	Cash Credit	Long Term	5.00	SMERA BB / Stable (Assigned)
	Bank Guarantee	Short Term	2.00	SMERA A4+ (Assigned)
	Letter of Credit	Short Term	1.00	SMERA A4+ (Assigned)

**#Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA BB-/ Stable Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	2.00	SMERA A4 Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	SMERA A4 Issuer not co-operating*

\*The issuer did not co-operate; based on best available information

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## ABOUT SMERA

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