



Press Release

Samrat Gems Impex Private Limited

January 01, 2025

Ratings

Facilities	Amount (INR crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	8.25	IVR D; (INC)* (IVR D; Issuer Not Cooperating)	IVR BB-/ Stable (IVR Double B minus with stable outlook)	Rating downgraded and moved to ISSUER NOT COOPERATING category	Simple
Short Term Bank Facilities	46.00	IVR D; (INC)* (IVR D; Issuer Not Cooperating)	IVR A4 (IVR A Four)	Rating downgraded and moved to ISSUER NOT COOPERATING category	Simple
Total	54.25 (Rs. Fifty-four crore and twenty-five lakh only)				

**Issuer did not cooperate; based on best available information*

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics has downgraded and moved the ratings assigned to the bank facilities of Samrat Gems Impex Private Limited to ISSUER NOT COOPERATING category because of lack of adequate information for rating review from the company and hence the uncertainty around its credit risk. Infomerics has downgraded the rating to IVR D based on banker's feedback received during due diligence process mentioning the delays in debt servicing obligations of term-loan by the company.

Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.



Press Release

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the company.

Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities vide e-mail communications dated November 11, 2024, November 18, 2024, November 25, 2024, December 05, 2024, December 09, 2024 and December 13, 2024 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted all the essential details required for detailed review of the assigned ratings.

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the long-term and short-term rating of the bank loan facilities aggregating to Rs. 54.25 crore of Samrat Impex Private Limited shall be moved to the 'ISSUER NOT COOPERATING' category by Infomerics and the long-term rating will be denoted as IVR D ISSUER NOT COOPERATING; Based on best available information (IVR D Issuer Not Cooperating; Based on best available information) and the short term rating will be denoted as IVR D ISSUER NOT COOPERATING; Based on best available information (IVR D Issuer Not Cooperating; Based on best available information).

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Manufacturing Companies.](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\).](#)

[Policy On Issuer Not Cooperating](#)

[Criteria for assigning Rating outlook.](#)

[Policy on Default Recognition](#)

[Complexity Level of Rated Instruments/Facilities](#)

About the company

Samrat Gems Impex Pvt. Ltd. (SGIPL) was incorporated on December 17, 1984, and is engaged into manufacturing and export of apparels. SGIPL is a family-owned business



Press Release

started by Shyamlal Sharma and currently run by his son, Mr. Rajiv Sharma. Mr. Krish Sharma, son of Mr. Rajiv Sharma, has also joined the business recently. They offer a wide range of apparel for men, women, and children. The company is selling its products under the brand name "Maskerade".

Financials (Standalone)

(INR Crore)

For the year ended* / As On	31.03.2022	31.03.2023
	Audited	Provisional
Total Operating Income	131.32	138.86
EBITDA	4.97	5.74
PAT	0.79	1.07
Total Debt	53.60	66.17
Tangible Net worth	15.85	17.42
Ratios		
EBITDA Margin (%)	3.79	4.13
PAT Margin (%)	0.60	0.76
Overall Gearing Ratio (x)	3.38	3.80
Interest Coverage Ratio	1.38	1.09

*Classification as per Infomerics' standards

Status of non-cooperation with previous CRA:

India Ratings and Research Private Limited has maintained the ratings of Samrat Gems Impex Private Limited in the Issuer Not Cooperating category as the entity had failed to provide information for monitoring of the rating as per the Press Release dated July 14, 2024.

Any other information: Nil

Rating History for last three years:

Sl. No.	Name of Instrument / Facilities	Current Rating (Year 2024-25)			Rating History for the past 3 years		
		Type (Long Term/ Short Term)	Amount Outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 (November 06, 2023)	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22
1.	Long Term Fund based Bank Facilities - Term Loans	Long Term	5.30	IVR D; (INC)* (IVR D; Issuer Not Cooperating)	IVR BB-/ Stable	-	-



Press Release

Sl. No.	Name of Instrument / Facilities	Current Rating (Year 2024-25)			Rating History for the past 3 years		
		Type (Long Term/ Short Term)	Amount Outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 (November 06, 2023)	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22
2.	Long Term Fund based Bank Facilities – Cash Credit	Long Term	2.95	IVR D; (INC)* (IVR D; Issuer Not Cooperating)	IVR BB-/ Stable	-	-
3.	Short Term Fund based Bank Facilities - PCFC	Short Term	35.00	IVR D; (INC)* (IVR D; Issuer Not Cooperating)	IVR A4	-	-
4.	Short Term Non-Fund Based Bank Facilities – Inland Letter of Credit	Short Term	11.00	IVR D; (INC)* (IVR D; Issuer Not Cooperating)	IVR A4	-	-

* Issuer did not cooperate; based on best available information. The rated debt amounts mentioned in the table above are the amounts outstanding at the time of the previous rating exercise.

Name and Contact Details of the Rating Analyst:

Name: Sudarshan Shreenivas

Tel: (022) 62396023

Email: sudarshan.shreenivas@infomerics.com

About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt



Press Release

instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please visit www.infomerics.com.

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse, or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy, or completeness of any information which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure 1: Instrument/Facility Details

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Term Loan	-	-	October 2024**	2.33	IVR D; (INC)* (IVR D; Issuer Not Cooperating)
Term Loan	-	-	October 2026	2.97	IVR D; (INC)* (IVR D; Issuer Not Cooperating)
Cash Credit	-	-	-	2.95	IVR D; (INC)* (IVR D; Issuer Not Cooperating)
PCFC	-	-	-	35.00	IVR D; (INC)* (IVR D; Issuer Not Cooperating)



Press Release

Inland Letter of Credit	-	-	-	11.00	IVR D; (INC)* (IVR D; Issuer Not Cooperating)
-------------------------	---	---	---	-------	--

**Issuer did not cooperate; based on best available information*

***As issuer is not cooperating, latest information is not available*

Annexure 2: Facility wise lender details: Not Applicable

Annexure 3: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable

Annexure 4: List of companies considered for consolidated analysis: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com

