



Press Release

Euro Safety Footwear India Private Limited

June 4, 2025

Rating

Instrument / Facility	Amount (Rs. crore)	Current Ratings*	Previous Ratings*	Rating Action	Complexity Indicator
Long-Term Bank Facilities	12.36	IVR BB; Negative, ISSUER NOT COOPERATING* (IVR Double B with Negative Outlook, ISSUER NOT COOPERATING)	IVR BB+; Negative, ISSUER NOT COOPERATING* (IVR Double B Plus with Negative Outlook, ISSUER NOT COOPERATING)	Rating Downgraded and maintained in 'ISSUER NOT COOPERATING' category	Simple
Short-Term Bank Facilities	55.60	IVR A4, ISSUER NOT COOPERATING (IVR A Four; ISSUER NOT COOPERATING)	IVR A4+, ISSUER NOT COOPERATING (IVR A Four Plus, ISSUER NOT COOPERATING)	Rating Downgraded and maintained in 'ISSUER NOT COOPERATING' category	Simple
Total	67.96 (INR Sixty-Seven Crore and Ninety-Six 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

The rating downgrade is because of continuous non-cooperation by the company and lack of adequate information regarding ESFIPL's performance and hence the uncertainty around its credit risk. Infomerics Ratings assesses whether the information available about the company is commensurate with its rating and reviews the same as per its policy. The negative outlook indicates information availability risk.

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



Press Release

Infomerics Ratings has been regularly following up with the entity to provide the required data to monitor its assigned rating to the bank facilities, vide E-mail communications dated May 9, 2025, May 20, 2025, May 22, 2025 and May 26, 2025 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the entity'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 Ratings has to assign the rating based on the best available information.

Analytical Approach: Standalone.

Applicable Criteria:

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Rating Methodology for Manufacturing companies](#)

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

[Criteria of assigning Rating Outlook](#)

[Policy on default recognition](#)

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

Liquidity: Unable to comment due to lack of adequate information.

About the Company

Incorporated on December 23, 2004, Uttar Pradesh-based, Euro Safety Footwear (I) Pvt Ltd "ESPL" was promoted by Mr. Kulbir Singh along with her wife Smt. Dilbir Kaur, daughter and son in law Smt. Stella bhuhiraja and Mr Deepak Bhudhiraja. The company started its manufacturing operation from Agra which is one of the major sources of leather footwear in the global markets. Currently, the company is engaged in manufacturing and trading of industrial safety footwears and PPE products respectively by PU direct injection process, for the industrial workforce sector, across all categories, along with annual production capacity of 22 lakh pairs of safety shoes.



Press Release

Financials (Standalone): Latest financials are not available

			(Rs. crore)
For the year ended* / As on	31-03-2021	31-03-2022	
	Audited	Audited	
Total Operating Income	130.27	152.84	
EBITDA	16.83	18.18	
PAT	8.62	11.90	
Total Debt	62.72	82.72	
Tangible Net Worth	48.78	60.20	
EBITDA Margin (%)	12.92	11.89	
PAT Margin (%)	6.52	7.55	
Overall Gearing Ratio (x)	1.59	1.37	
Interest Coverage (x)	4.92	5.18	

* Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: Brickwork Ratings has maintained the ratings of ESFIPL in the Issuer Not Cooperating category as the entity had not provided the minimum required information for a review and had been irregular in submission of NDS as per press release dated April 22, 2025.

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Instrument /Facilities	Current Ratings (Year 2025-26)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating*	Date(s) & Rating(s) assigned in 2024-25*	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23
					Apr 30, 2024	-	Mar 6, 2023
1	Term Loan/ GECL	LT	12.36	IVR BB/ Negative (INC)	IVR BB+/ Negative (INC)	-	IVR BBB/ Stable
2	Packing Credit/PCF C/Post Shipment	ST	50.40	IVR A4 (INC)	IVR A4+ (INC)	-	IVR A3+
3	Letter of Credit / Bank Guarantee	ST	2.00	IVR A4 (INC)	IVR A4+ (INC)	-	IVR A3+
4	Forward Contract	ST	3.20	IVR A4 (INC)	IVR A4+ (INC)	-	IVR A3+

* Issuer did not cooperate; based on best available information



Press Release

Analytical Contacts:

Name: Avik Podder

Tel: (033) 46022266

Email: apodder@infomerics.com

About Infomerics:

Infomerics Valuation and Rating Limited [formerly Infomerics Valuation and Rating Private Limited] (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 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.



Press Release

Annexure 1: Instrument/Facility Details

Name of Facility/ /Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Term Loan/ GECL	-	-	-	Aug 2024 & March 2027	12.36	IVR BB; Negative; ISSUER NOT COOPERATING*
Packing Credit/PCFC/Post Shipment	-	-	-	-	50.40	IVR A4; ISSUER NOT COOPERATING*
Letter of Credit / Bank Guarantee	-	-	-	-	2.00	IVR A4; ISSUER NOT COOPERATING*
Forward Contract	-	-	-	-	3.20	IVR A4; ISSUER NOT COOPERATING*

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

Annexure 2: Facility wise lender details: Not Available

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

Annexure 4: List of companies considered for consolidated/Combined 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.