



Sudamo Impex Private Limited

Instrument	Amount (In Rs. Crore)	Rating Action
Fund Based Limits	11.25	[ICRA]B+ assigned
Non-fund Based Limits	(10.50)*	[ICRA]B+ assigned

* *Sublimit of fund based limits*

ICRA has assigned the long term rating of [ICRA]B+ (pronounced as ICRA B plus) to the Rs. 11.25 crore* long term fund based and non fund based limits of Sudamo Impex Pvt. Ltd. (SIPL or the company)†.

The assigned rating takes into account Sudamo Impex Private Limited's (SIPL) moderate scale of operations and highly geared capital structure, which is likely to deteriorate further on account of debt funded capital expansion plan. ICRA also notes that the net working capital intensity of the company has remained high owing to high inventory levels and high receivables high inventory levels, entailing stretched liquidity and full utilization of bank limits. The rating is also constrained by vulnerability of the margins to fluctuations in the prices of raw materials and to the competitive pressure prevailing in the textile industry. The rating, however, favorably factors in the significant experience of promoters in the business of textiles and locational advantages due to presence in Surat, which provides east accessibility to key raw materials.

About the Company

Incorporated in July 2006, Sudamo Impex Private Limited (SIPL) is engaged in manufacture of synthetic fabrics for suiting, shirting, sarees for ladies, ladies dress materials, embroidery fabrics, and home textiles. Mr. Shrikant Mundra, Mr. Deepal Mundra and Mr. Girdhagopal Mundra are involved in day to day operations of the company. The company is a part of the Madhusudan Group which is into the business of textiles since 1982. The Group is vertically integrated textile manufacturer from yarn to a variety of finished fabric. The company has its registered office in Surat and weaving unit in Palsana, Surat. Currently, the company has 24 rapier looms and 21 waterjet looms with an installed capacity of 33.27 lakh metre/annum.

Recent Results

SIPL recorded a net profit of Rs.0.48 crore on an operating income of Rs. 29.90 crore for the year ending March 31, 2014. The company has also recorded profit before tax of Rs. 0.52 crore on an operating income of Rs. 24.59 crore in the first ten months of FY15 (provisional).

March 2015

For further details please contact:

Analyst Contacts:

Mr. Anjan Ghosh (Tel. No. +91-22-3047 0049)
aghosh@icraindia.com

Relationship Contacts:

Mr. L. Shivakumar, (Tel. No. +91-22-2433 1084)
shivakumar@icraindia.com

¹100 lakh = 1 crore = 10 million

† For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications



© Copyright, 2015, ICRA Limited. All Rights Reserved.
Contents may be used freely with due acknowledgement to ICRA

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.

**Registered Office****ICRA Limited**

1105, Kailash Building, 11th Floor, 26, Kasturba Gandhi Marg, New Delhi 110001
Tel: +91-11-23357940-50, Fax: +91-11-23357014

Corporate Office**Mr. Vivek Mathur**Mobile: **9871221122**Email: vivek@icraindia.com

Building No. 8, 2nd Floor, Tower A, DLF Cyber City, Phase II, Gurgaon 122002
Ph: +91-124-4545310 (D), 4545300 / 4545800 (B) Fax; +91- 124-4050424

Mumbai**Mr. L. Shivakumar**Mobile: **9821086490**Email: shivakumar@icraindia.com

1802, 18th Floor, Tower 3,
Indiabulls Finance Centre,
Senapati Bapat Marg,
Elphinstone, Mumbai 400013,
Board : +91-22-61796300; Fax: +91-22-24331390

Kolkata**Mr. Jayanta Roy**Mobile: **+91 9903394664**Email: jayanta@icraindia.com

A-10 & 11, 3rd Floor, FMC Fortuna
234/3A, A.J.C. Bose Road
Kolkata—700020
Tel +91-33-22876617/8839 22800008/22831411,
Fax +91-33-22870728

Chennai**Mr. Jayanta Chatterjee**Mobile: **9845022459**Email: jayantac@icraindia.com

5th Floor, Karumuttu Centre
634 Anna Salai, Nandanam
Chennai—600035
Tel: +91-44-45964300; Fax: +91-44 24343663

Bangalore**Bangalore****Mr. Jayanta Chatterjee**Mobile: **9845022459**Email: jayantac@icraindia.com

'The Millenia'
Tower B, Unit No. 1004, 10th Floor, Level 2 12-14, 1 & 2,
Murphy Road, Bangalore 560 008
Tel: +91-80-43326400; Fax: +91-80-43326409

Ahmedabad**Mr. L. Shivakumar**Mobile: **989986490**Email: shivakumar@icraindia.com

907 & 908 Sakar -II, Ellisbridge,
Ahmedabad- 380006
Tel: +91-79-26585049, 26585494, 26584924; Fax: +91-
79-25569231

Pune**Mr. L. Shivakumar**Mobile: **989986490**Email: shivakumar@icraindia.com

5A, 5th Floor, Symphony, S.No. 99, CTS 3909, Range Hills
Road, Shivajinagar, Pune-411 020
Tel: + 91-20-25561194-25560196; Fax: +91-20-25561231

Hyderabad**Mr. Jayanta Chatterjee**Mobile: **9845022459**Email: jayantac@icraindia.com

4th Floor, Shobhan, 6-3-927/A&B, Somajiguda, Raj
Bhavan Road, Hyderabad—500083
Tel:- +91-40-40676500