

Press Release

MSP Velayutha Nadar Unit Sree Murugan Tile Works

October 03, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 5.82 Cr.#
Long Term Rating	ACUITE B+ Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has reviewed the long term rating of 'ACUITE B+' (**read as ACUITE B plus**) on the Rs. 5.82 crore bank facilities of MSP Velayutha Nadar (Unit Sree Murugan Tile Works). This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower:

Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-4.htm>
- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.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). Acuite endeavored to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

MSP Velayutha Nadar (MSPVN), a proprietorship firm established in 1965 by Mr. V. Kaliappan, Mr V. K. Lakshmi Anand and Mr. K.L. Mithunvel was converted to a partnership firm in 2011. The firm, located at Tirunelveli, Tamil Nadu is engaged in the manufacturing of tiles and bricks and has installed capacity of 50,000 tiles per day.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
11-Aug-2017	Term Loan	Long Term	4.82	ACUITE B+ /Stable (Reaffirmed)
	Cash Credit	Long Term	1.00	ACUITE B+ /Stable (Reaffirmed)
28-Jun-2017	Term Loan	Long Term	4.82	ACUITE B+ (Indicative)
	Cash Credit	Long Term	1.00	ACUITE B+ (Indicative)
15-Apr-2016	Term Loan	Long Term	4.82	ACUITE B+ /Stable (Reaffirmed)
	Cash Credit	Long Term	1.00	ACUITE B+ /Stable (Reaffirmed)
23-Mar-2015	Term Loan	Long Term	2.08	ACUITE B+ /Stable (Assigned)
	Term Loan	Long Term	2.74	ACUITE B+ /Stable (Assigned)
	Cash Credit	Long Term	1.00	ACUITE B+ /Stable (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	4.82	ACUITE B+ Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE B+ Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
<p>Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-67141111 aditya.gupta@acuite.in</p> <p>Priyal Jain Analyst - Rating Operations Tel: 022-67141339 priyal.jain@acuite.in</p>	<p>Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in</p>

About Acuite Ratings & Research:

Acuite Ratings & Research Limited (erstwhile SMERA Ratings Limited) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

Disclaimer: An Acuite 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 of whether to buy, sell or hold any security. Acuite 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, Acuite, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuite 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. Acuite 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.acuite.in) for the latest information on any instrument rated by Acuite.