

Press Release

Vishnuvardhan Paper Mills Private Limited (VPMPL)

12 January, 2018



Rating Update

Total Bank Facilities Rated*	Rs.30.32 Cr
Long Term Rating (Indicative)	SMERA D Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long-term rating of '**SMERA D**' (**read as SMERA D**) on the Rs.30.32 crore bank facilities of Vishnuvardhan Paper Mills Private Limited (VPMPL). 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

- ② Manufacturing entities: <https://www.smera.in/criteria-manufacturing.htm>
- ② Default Recognition: <https://www.smera.in/criteria-default.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:

VPMPL, incorporated in 1984, is a Tamil-Nadu based company headed by Mr. G Raveendran and Mr. G R Vishnuvardan. The company is engaged in manufacturing of printing paper, tissue and newsprint and has an installed capacity of 36,500 tonnes per annum.

For FY2013-14, VPMPL reported net loss of Rs.2.09 crore on operating income of Rs.42 crore in FY13 and a PAT of 0.11 on an operating income of Rs. 32.11 crore in FY14. The VPMPL's net worth stands at Rs. 4.13 crore as on March 31, 2014 as compared with Rs.3.97 crore a year earlier.

Rating history for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
20-Aug-16	Term Loan	Long Term	0.04	SMERA D (Downgraded)
	Cash Credit	Long Term	12.74	SMERA D (Downgraded)
	Working Capital Term Loan	Long Term	12.26	SMERA D (Downgraded)
	Term Loan	Long Term	3.04	SMERA D (Downgraded)
	Term Loan	Long Term	2.24	SMERA D (Downgraded)
16-June-15	Term Loan	Long Term	0.04	SMERA C (Assigned)
	Cash Credit	Long Term	12.74	SMERA C (Assigned)
	Working Capital Term Loan	Long Term	12.26	SMERA C (Assigned)
	Term Loan	Long Term	3.04	SMERA C (Assigned)
	Term Loan	Long Term	2.24	SMERA C (Assigned)

#Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Term Loan	NA	NA	NA	0.04	SMERA D Issuer not co-operating*
Cash Credit	NA	NA	NA	12.74	SMERA D Issuer not co-operating*
Working Capital Term Loan	NA	NA	NA	12.26	SMERA D Issuer not co-operating*
Term Loan	NA	NA	NA	3.04	SMERA D Issuer not co-operating*
Term Loan	NA	NA	NA	2.24	SMERA D 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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