

Press Release

Universal Multi State Credit Co-operative Society Limited

September 28, 2018

Rating Downgraded



Total Instruments Rated*	Rs. 150.00 Cr.#
Long Term Bank loan Rating	ACUITE B- Issuer not co-operating* (downgraded from ACUITE BB Issuer not co-operating*)
Long Term Fixed Deposit Rating	ACUITE FB- Issuer not co-operating* (downgraded from ACUITE FBB Issuer not co-operating*)

#Refer Annexure for details

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

Rating Rationale

Acuite has revised its long-term rating on the Rs. 50.00 crore proposed bank facilities of Universal Multi State Credit Co-operative Society Limited (UMSCCL) to '**ACUITE B- (read as ACUITE B minus)**' from '**ACUITE BB' (read as ACUITE double B)**'. The long-term fixed deposit rating on the Rs. 100.00 crore fixed deposit program has been revised to '**ACUITE FB- (read as ACUITE F B minus)**' from '**ACUITE FBB' (read as ACUITE F double B)**'. This rating remains an indicative rating and is based on best available information.

Acuite has revised its outstanding rating on the various debt instruments of Universal Multi State Credit Cooperative Society (UMSCCSL) driven by the deterioration in the latter's credit risk profile based on the public domain information regarding the on-going investigation against the promoters and/or the society.

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

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Non- Banking finance Company- <https://www.acuite.in/view-rating-criteria-10.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 endeavoured 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:

Universal Multi State Credit Cooperative Society (UMSCCSL), incorporated in 2013, is a Kolkata-based credit cooperative society engaged in the business of extending loans and advances to its members in Uttar Pradesh, West Bengal and Andaman & Nicobar Island.

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-Jul-17	Fixed Deposit Program	Long term	100.00	ACUITE FBB Issuer Non Cooperating*
	Proposed long term loan	Long term	50.00	ACUITE BB Issuer Non Cooperating*
12-Jul-16	Fixed Deposit Program	Long term	100.00	ACUITE FBB/Stable (Upgraded)
	Proposed long term loan	Long term	50.00	ACUITE BB/Stable (Assigned)
23-Jul-2015	Proposed Fixed deposit program	Long term	100.00	ACUITE FBB-/Stable (Assigned)

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

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Fixed Deposit Program	Not Applicable	Not Applicable	Not Applicable	100.00	ACUITE FB- Issuer not co-operating* (downgraded from ACUITE FBB Issuer not co-operating*)
Proposed long term loan	Not Applicable	Not Applicable	Not Applicable	50.00	ACUITE B- Issuer not co-operating* (downgraded from ACUITE BB 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: 022-67141191 aditya.gupta@acuite.in</p> <p>Namita Palve Analyst - Rating Operations Tel: 022-67141129 namita.palve@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.