

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

Acuité 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.

Acuité 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:

Acuité 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 Acuité'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). Acuité endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuité 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

Acuité 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.

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About Acuité Ratings & Research:

Acuité 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.

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