



Press Release
Universal Multi State Credit Co-operative Society Limited
August 24, 2023

Rating Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|---|---------------------|---|----------------------|
| Bank Loan Ratings | 50.00 | ACUITE C Reaffirmed Issuer not co-operating* | - |
| Fixed Deposits (FD) | 100.00 | ACUITE C Reaffirmed Issuer not co-operating* | - |
| Total Outstanding Quantum (Rs. Cr) | 150.00 | - | - |

Rating Rationale

Acuité has reaffirmed its long-term rating on the Rs. 50.00 crore proposed bank facilities of Universal Multi State Credit Co-operative Society Limited (UMSCCL) of '**ACUITE C (read as ACUITE C)**'. The long-term fixed deposit rating on the Rs. 100.00 crore fixed deposit program has been reaffirmed of '**ACUITE C (read as ACUITE C)**'. This rating remains an indicative rating and is based on best available information.

About the Company

Universal Multi State Credit Cooperative Society (UMSCCSL), incorporated in 2013. It is managed by MR. Hota, 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.

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 the due date.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

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 endeavored 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 - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

Material Covenants

Not Applicable

Liquidity Position

"No information provided by the issuer / available for Acuite to comment upon."

Outlook

Not Applicable

Other Factors affecting Rating

Not Applicable

Status of non-cooperation with previous CRA

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.

Applicable Criteria

- Non-Banking Financing Entities: <https://www.acuite.in/view-rating-criteria-44.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite' s categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------|-----------|-----------------|---|
| 30 Aug 2022 | Proposed Long Term Loan | Long Term | 50.00 | ACUITE C (Issuer not co-operating*) |
| | Fixed Deposit Program | Long Term | 100.00 | ACUITE C (Issuer not co-operating*) |
| 29 Jun 2022 | Proposed Long Term Loan | Long Term | 50.00 | ACUITE C (Downgraded and Issuer not co-operating*) |
| | Fixed Deposit Program | Long Term | 100.00 | ACUITE C (Downgraded and Issuer not co-operating*) |
| 10 Feb 2022 | Fixed Deposit Program | Long Term | 100.00 | ACUITE FC (Downgraded and Issuer not co-operating*) |
| | Proposed Long Term Loan | Long Term | 50.00 | ACUITE C (Downgraded and Issuer not co-operating*) |
| 06 Sep 2021 | Fixed Deposit Program | Long Term | 100.00 | ACUITE FC (Downgraded and Issuer not co-operating*) |
| | Proposed Long Term Loan | Long Term | 50.00 | ACUITE C (Downgraded and Issuer not co-operating*) |
| 11 Sep 2020 | Fixed Deposit Program | Long Term | 100.00 | ACUITE FB- (Issuer not co-operating*) |
| | Proposed Long Term Loan | Long Term | 50.00 | ACUITE B- (Issuer not co-operating*) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Complexity Level | Quantum (Rs. Cr.) | Rating |
|----------------|----------------|-------------------------|------------------|----------------|----------------|------------------|-------------------|--|
| Not Applicable | Not Applicable | Fixed Deposit Program | Not Applicable | Not Applicable | Not Applicable | Simple | 100.00 | ACUITE C Reaffirmed Issuer not co- operating* |
| Not Applicable | Not Applicable | Proposed Long Term Loan | Not Applicable | Not Applicable | Not Applicable | Simple | 50.00 | ACUITE C Reaffirmed Issuer not co- operating* |

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

Disclaimer: An Acuité 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. Ratings assigned by Acuité 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, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité 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. Ratings assigned by Acuité 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 Acuité.