

Press Release

Venus Industrial Corporation Private Limited

March 28, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.12	-	ACUITE A4 Downgraded Issuer not co-operating*
Bank Loan Ratings	29.38	ACUITE B+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	30.50	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE single B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and the Short-term rating to **ACUITE A4**' (read as **ACUITE A4**) from **ACUITE A4+**' (read as **ACUITE A4 plus**) on the Rs.30.50 crore bank facilities of Venus Industrial Corporation Private Limited (VICPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Venus Industrial Corporation Private Limited (VICPL), incorporated in 1996, is engaged in the manufacturing of precision sheet metal components, primarily, to the automotive industry. The company manufactures door hinges, handle of hand brakes, clutch parts and other fabricated and stamped components for original equipment manufacturers (OEMs). The four manufacturing facilities are located at Faridabad (Haryana) with a total installed capacity of 35000 MTPA. VICPL is managed by Mr. Dwarka Nath Kathuria, Mr. R.D. Kathuria and Mr. Krishan Lal Kathuria.

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 the due date.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite'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 Acuité to comment upon.

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

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

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
22 Dec 2020	Letter of Credit	Short Term	0.85	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	3.88	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Short Term	0.27	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	12.00	ACUITE BB- (Downgraded and Issuer not co-operating*)

	Proposed Bank Facility	Long Term	13.50	ACUITE BB- (Downgraded and Issuer not co-operating*)
04 Oct 2019	Term Loan	Long Term	3.88	ACUITE BB (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	13.50	ACUITE BB (Issuer not co-operating*)
	Proposed Bank Facility	Short Term	0.27	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	12.00	ACUITE BB (Issuer not co-operating*)
	Letter of Credit	Short Term	0.85	ACUITE A4+ (Issuer not co-operating*)
27 Jul 2018	Cash Credit	Long Term	12.00	ACUITE BB Stable (Upgraded from ACUITE BB- Stable)
	Letter of Credit	Short Term	0.85	ACUITE A4+ (Upgraded from ACUITE A4)
	Proposed Short Term Loan	Short Term	0.27	ACUITE A4+ (Upgraded from ACUITE A4)
	Term Loan	Long Term	3.88	ACUITE BB Stable (Upgraded from ACUITE BB- Stable)
	Proposed Bank Facility	Long Term	13.50	ACUITE BB Stable (Assigned)
15 Feb 2018	Proposed Short Term Loan	Short Term	0.62	ACUITE A4 (Reaffirmed)
	Term Loan	Long Term	3.88	ACUITE BB- Stable (Reaffirmed)
	Letter of Credit	Short Term	0.50	ACUITE A4 (Reaffirmed)
	Cash Credit	Long Term	12.00	ACUITE BB- Stable (Reaffirmed)
05 Dec 2016	Cash Credit	Long Term	12.00	ACUITE BB- Stable (Upgraded from ACUITE B+ Stable)
	Letter of Credit	Short Term	2.50	ACUITE A4 (Reaffirmed)
	Proposed Short Term Loan	Short Term	2.50	ACUITE A4 (Reaffirmed)
30 Nov 2015	Cash Credit	Long Term	12.00	ACUITE B+ Stable (Assigned)
	Letter of Credit	Short Term	5.00	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Indian Overseas Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Indian Overseas Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.85	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	13.50	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Not Applicable	Not Applicable	Proposed Short Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.27	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)
Indian Overseas Bank	Not Applicable	Term Loan	Not available	Not available	Not available	3.88	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)

Contacts

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About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

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