

## Press Release

VXL Instruments Limited

July 31, 2019

### Rating Update



<b>Total Bank Facilities Rated</b>	Rs. 10.00 Cr. #
<b>Long Term Rating</b>	ACUITE B- Issuer not co-operating*

# Refer Annexure for details

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

Acuite has reviewed long-term rating of '**ACUITE B-**' (read as **ACUITE B minus**) on the Rs. 10.00 crore bank facilities of VXL INSTRUMENTS LIMITED (VXL). This rating is now an indicative rating and is based on best available information.

VXL, established in 1976, is a Bangalore-based company engaged in the manufacture of thin client and provides server based computing technology related services. The day-to-day operation of the company is headed by Mr. Madireddy V. Nagaraj as the Managing Director of the company.

#### Non-cooperation by the issuer/borrower

Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance and review of the rating. However, the issuer or 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

- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>
- Default Recognition: - <https://www.acuite.in/view-rating-criteria-17.htm>

#### Limitation regarding information availability

The rating is based on information available from sources other than the issuer or borrower (in the absence of information provided by the issuer or borrower). Acuite endeavoured to gather information about the entity or 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 - Key Financials

Particulars	Unit	FY19 (Actual)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	15.88	45.61	50.34
EBITDA	Rs. Cr.	(7.63)	(1.29)	(2.05)
PAT	Rs. Cr.	(2.79)	(2.00)	(3.27)
EBITDA Margin	(%)	(48.06)	(2.83)	(4.07)
PAT Margin	(%)	(17.55)	(4.38)	(6.49)
ROCE	(%)	(34.61)	(39.20)	(48.99)
Total Debt/Tangible Net Worth	Times	(0.99)	(1.96)	(3.92)
PBDIT/Interest	Times	(0.40)	(1.45)	(2.11)
Total Debt/PBDIT	Times	(2.47)	(1.34)	(1.96)
Gross Current Assets (Days)	Days	226	331	209

#### Status of non-cooperation with previous CRA (if applicable)

Not Applicable

### 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
21-May-2018	Bill Discounting	Long Term	10.00	ACUITE B-/ Stable (Reaffirmed)
17-Feb-2017	Bill Discounting	Long Term	10.00	ACUITE B-/ Stable (Reaffirmed)
04-Dec-2015	Bill Discounting	Long Term	10.00	ACUITE B-/ Stable (Assigned)

### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs.Cr.)	Ratings
Bill Discounting	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE B- Issuer not co-operating*

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

### Contacts

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### About Acuite Ratings & Research:

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