

Press Release

Karpagavinayaga and Company

July 20, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	10.00	ACUITE D Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	10.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE D**' (read as **ACUITE D**) on the Rs. 10.00 crore bank facilities of Karpaga Vinayaga and Company (KVC). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

Karpaga Vinayaga & Co is a Tamil Nadu based partnership firm established in the year 2011, forming part of Prabhat Group of Companies. The partners of the firm are Mr. Jithendra D. Patel and Mr. Dalsuk D. Patel. The firm is engaged in trading and processing of imported timbers. It also provides wood planning and sizing services to local firms situated in Trichy.

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.

Acuite believes that information risk is a critical component in such ratings, and noncooperation 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 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). Acuite endeavored 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 - Key Financials

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

Rating Sensitivity

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

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

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.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
21 Apr 2021	Cash Credit	Long Term	9.75	ACUITE D (Issuer not co-operating*)
	Proposed Working Capital Term Loan	Long Term	0.25	ACUITE D (Issuer not co-operating*)
24 Jan 2020	Proposed Working Capital Term Loan	Long Term	0.25	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	9.75	ACUITE D (Issuer not co-operating*)
13 Jan 2020	Proposed Working Capital Term Loan	Long Term	0.25	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	9.75	ACUITE BB- (Issuer not co-operating*)
13 Oct 2018	Proposed Working Capital Demand Loan	Long Term	0.25	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	9.75	ACUITE BB- (Issuer not co-operating*)
31 Aug 2017	Cash Credit	Long Term	9.75	ACUITE BB- (Issuer not co-operating*)
	Proposed Working Capital Demand Loan	Long Term	0.25	ACUITE BB- (Issuer not co-operating*)
21 Apr 2016	Cash Credit	Long Term	9.75	ACUITE BB- Stable (Assigned)
	Proposed Working Capital Demand Loan	Long Term	0.25	ACUITE BB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.75	ACUITE D Reaffirmed Issuer not co- operating*
Not Applicable	Not Applicable	Proposed Working Capital Term Loan	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE D 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.

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