

Press Release

Vardaan Exports

July 07, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.00	-	ACUITE D Reaffirmed Issuer not co-operating*
Bank Loan Ratings	19.68	ACUITE D Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	20.68	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long term rating of '**ACUITE D' (read as ACUITE D)** and short term rating of '**ACUITE D' (read as ACUITE D)** on the Rs. 20.68 crore bank facilities of Vardaan Exports (VE). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

Incorporated in 2009, VE is a Haryana-based partnership firm promoted by Mr. J. B. Bansal and Ms. Poonam Garg. The firm is engaged in the milling and trading of basmati and non-basmati rice and has an installed capacity of 52,560 MTPA. For FY2014-15, VE reported net profit of Rs.0.20 crore on operating income of Rs.107.53 crore compared to net profit of Rs.0.01 crore on operating income of Rs.105.47 crore in FY2013-14. The net worth stood at Rs.7.84 crore as on 31 March, 2015 compared to Rs.5.23 crore a year earlier.

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 due date.

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

"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

Status of non-cooperation with previous CRA

None

Any other information

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

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- 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
08 Apr 2021	Term Loan	Long Term	1.52	ACUITE D (Issuer not co-operating*)
	Standby Line of Credit	Short Term	1.00	ACUITE D (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.16	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	18.00	ACUITE D (Issuer not co-operating*)

15 Jan 2020	Term Loan	Long Term	1.52	ACUITE D (Issuer not co-operating*)
	Standby Line of Credit	Short Term	1.00	ACUITE D (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.16	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	18.00	ACUITE D (Issuer not co-operating*)
16 Oct 2018	Term Loan	Long Term	1.52	ACUITE D (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.16	ACUITE D (Issuer not co-operating*)
	Cash Credit	Long Term	18.00	ACUITE D (Issuer not co-operating*)
	Standby Line of Credit	Short Term	1.00	ACUITE D (Issuer not co-operating*)
26 Sep 2017	Cash Credit	Long Term	18.00	ACUITE D (Downgraded from ACUITE BB- Stable)
	Term Loan	Long Term	1.52	ACUITE D (Downgraded from ACUITE BB- Stable)
	Proposed Long Term Loan	Long Term	0.16	ACUITE D (Downgraded from ACUITE BB- Stable)
	Standby Line of Credit	Short Term	1.00	ACUITE D (Downgraded from ACUITE A4)
25 May 2016	Cash Credit	Long Term	18.00	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	1.52	ACUITE BB- Stable (Assigned)
	Standby Line of Credit	Short Term	1.00	ACUITE A4 (Assigned)
	Proposed Long Term Loan	Long Term	0.16	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	18.00	ACUITE D Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.16	ACUITE D Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Stand By Line of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE D Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	1.52	ACUITE D Reaffirmed Issuer not co-operating*

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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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