

## Press Release

Vasishta Projects (VP)

26 October, 2017



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.42.00 Cr
<b>Long Term Rating (Indicative)</b>	SMERA BB Issuer not co-operating*
<b>Short Term Rating (Indicative)</b>	SMERA A4+ Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long term rating of '**SMERA BB**' (**read as SMERA double b**) and short term rating of '**SMERA A4+**' (**read as SMERA A four plus**) on the Rs.42.00 crore bank facilities of Vasishta Projects (VP). This rating is now an indicative rating and is based on best available information.

**Non-cooperation by the issuer/borrower:** SMERA 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 SMERA's policies.

### Applicable Criteria

- Default Recognition: <https://www.smera.in/criteria-default.htm>

**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). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

**About the Rated Entity:** Vasishta, established in 2009, is a Hyderabad-based partnership firm promoted by Mr. A V S Bhasker and his wife Mrs. A Sri Lakshmi. The firm undertakes civil construction work primarily related to airports, roads, and buildings.

For FY2015-16 (provisional), VP registered profit after tax (PAT) of Rs.1.99 crore on operating income of Rs.64.21 crore, as compared with PAT of Rs.1.35 crore on operating of Rs.30.10 crore in FY2014-15. The tangible net worth stood at Rs.12.09 crore in FY2015-16 as compared to Rs. 8.42 crore in the previous year.

**Rating History for the last three years:**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
25-July-2016	Cash Credit	Long Term	10.00	SMERA BB/Stable (Assigned)
	Bank Guarantee	Short Term	12.00	SMERA A4+ (Assigned)
	Bank Guarantee (Proposed)	Short Term	20.00	SMERA A4+ (Assigned)

**Annexure - Details of instruments rated:**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	10.00	SMERA BB Issuer not co-operating*
Bank Guarantee	NA	NA	NA	12.00	SMERA A4+ Issuer not co-operating*
Bank Guarantee (Proposed)	NA	NA	NA	20.00	SMERA A4+ Issuer not co-operating*

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

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## ABOUT SMERA

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