

## Press Release

### Dakshin Budhakhali Improvement Society

24 April, 2020

## Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 35.00 Cr. #
<b>Long Term Rating</b>	ACUITE D Downgraded; Issuer not co-operating*

# Refer Annexure for details`

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

Acuité has downgraded the long term rating of '**ACUITE BB**' (read as **Acuité double BB**) to '**ACUITE D**' (read as **Acuité D**) on the Rs.35.00 crore bank facilities of Dakshin Budhakhali Improvement Society(DBIS). This rating is now an indicative rating and is based on best available information.

Acuité has relied on publicly available information with regards to the account conduct.

DBIS, incorporated in 1995, is a West Bengal-based charitable society that commenced MFI operations in 2006. The society, led by Mr. Prasanta Kumar Panda and Ms. Swapna Das as per the Self Help Group (SHG) model for women, operates through nine branches across West Bengal.

### Analytical Approach

Acuité has considered the standalone business and financial risk profiles of DBIS to arrive at this rating.

### Non-cooperation by the issuer/borrower

Acuité 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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation 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 Acuité's policies.

### Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Entities In Non-Banking Financing Entities- <https://www.acuite.in/view-rating-criteria-44.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). 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.

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

Not applicable

### Any other information

Acuité 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. Crore)	Ratings/Outlook
02 May 2019	Cash Credit	Long Term	2.70	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	0.5	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	3.98	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	10.50	ACUITE BB Issuer not co-operating*
	Term Loan	Long Term	1.77	ACUITE B+B Issuer not co-operating*
	Term Loan	Long Term	15.55	ACUITE B+ Issuer not co-operating*
17-Feb-2018	Cash Credit	Long Term	2.70	ACUITE BB / Stable (Assigned)
	Term Loan	Long Term	0.5	ACUITE BB / Stable (Assigned)
	Term Loan	Long Term	3.98	ACUITE BB / Stable (Assigned)
	Term Loan	Long Term	10.50	ACUITE BB / Stable (Assigned)
	Term Loan	Long Term	1.77	ACUITE BB / Stable (Assigned)
	Term Loan	Long Term	15.55	ACUITE BB / 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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.70	ACUITE D Downgraded; Issuer not co-operating
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.5	ACUITE D Downgraded; Issuer not co-operating
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.98	ACUITE D Downgraded; Issuer not co-operating
Term Loan	Not Applicable	Not Applicable	Not Applicable	10.50	ACUITE D Downgraded; Issuer not co-operating
Term Loan	Not Applicable	Not Applicable	Not Applicable	1.77	ACUITE D Downgraded; Issuer not co-operating
Term Loan	Not Applicable	Not Applicable	Not Applicable	15.55	ACUITE D Downgraded; Issuer not co-operating

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

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**About Acuité Ratings & Research:**

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