

Press Release

V. P. Muthaiah Pillai Meenakshi Ammal Trust



November 23, 2021

Rating Downgraded and Issuer not co-operating

Product	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	29.70	ACUITE B+ Downgraded Issuer not co-operating*	
Total	29.70	-	-

Rating Rationale

Acuité has downgraded the long term rating to '**ACUITE B+** (**read as ACUITE B Plus**) from '**ACUITE BB-**' (**read as ACUITE double B minus**) on the Rs.29.70 Cr bank facilities of V. P. Muthaiah Pillai Meenakshi Ammal Trust (VPMP). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

VPMP, established in 1993 a Tamil Nadu based Educational Trust by Dr. V.P.M. Sankar (Chairman) and others. The trust has eight institutions with over 6000 students in the campus spread across 200 acres. The day-to-day operations are managed by the Chairman of the trust.

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 the 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 continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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

Liquidity Indicators

"No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

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

None

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

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
24 Aug 2020	Term Loan	Long Term	29.70	ACUITE BB- (Downgraded and Issuer not co-operating*)
27 May 2019	Term Loan	Long Term	29.70	ACUITE BB (Issuer not co-operating*)
06 Mar 2018	Term Loan	Long Term	29.70	ACUITE BB (Issuer not co-operating*)
22 Dec 2016	Term Loan	Long Term	29.70	ACUITE BB Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Size Of Issue	Rating
Indian Bank	Term Loan	Not available	Not available	Not available	29.70	ACUITE B+ Downgraded Issuer not co-operating*

Contacts

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About Acuité Ratings & Research

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and 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. Since then, it has assigned more than 8,850 credit 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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