

## Press Release

Chockalingapuram Devangar Varthagar Sangam

July 09, 2021



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 12.03 Cr.#
<b>Long Term Rating</b>	ACUITE B+ Issuer not co-operating*

#Refer Annexure for details

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

Acuité has reviewed the long-term rating of '**ACUITE B+** (read as **ACUITE B plus**) on the Rs.12.03 crore bank facilities of Chockalingapuram Devangar Varthagar Sangam (CDVS). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

CDVS, founded in 1919, is a non-profit trust registered under the Tamil Nadu Societies Registration Act of 1975. The trust runs a convent school and two colleges at Aruppukottai, near Madurai (Tamil Nadu). The school offers education from standard 1 to standard 12, while the colleges offer a range of diploma and degree courses in civil, electrical and computer engineering. The President, Mr. M.Mallaiyan, possesses extensive experience in managing educational institutions.

#### 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 an 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/view-rating-criteria-52.htm>
- Services Entities- <https://www.acuite.in/view-rating-criteria-50.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 (if applicable)

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
14-Apr-20	Term Loan	Long term	1.62	ACUITE B+ Issuer not co-operating*
	Term Loan	Long term	10.00	ACUITE B+ Issuer not co-operating*
	Proposed Long Term Loan	Long term	0.41	ACUITE B+ Issuer not co-operating*
30-Jan-19	Term Loan	Long term	1.62	ACUITE B+ Issuer not co-operating*
	Term Loan	Long term	10.00	ACUITE B+ Issuer not co-operating*
	Proposed Long Term Loan	Long term	0.41	ACUITE B+ Issuer not co-operating*
05-Dec-17	Term Loan	Long term	1.62	ACUITE B+ / Stable (Reaffirmed)
	Term Loan	Long term	10.00	ACUITE B+ / Stable (Reaffirmed)
	Proposed Long Term Loan	Long term	0.41	ACUITE B+ / Stable (Reaffirmed)

### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Available	Not Available	Not Available	1.62	ACUITE B+ Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	10.00	ACUITE B+ Issuer not co-operating*
Proposed Long Term Loan	Not Available	Not Applicable	Not Applicable	0.41	ACUITE B+ Issuer not co-operating*

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

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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 8,665 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 Mumbai.

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