

Press Release

Chockalingapuram Devangar Varthagar Sangam

October 03, 2022

Rating Reaffirmed and Issuer not co-operating



Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	12.03	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	12.03	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed 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.

About the Company

Chockalingapuram Devangar Varthagar Sangam (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:

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 the due date.

Acuite 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 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

None

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

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Service Sector: <https://www.acuite.in/view-rating-criteria-50.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.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
09 Jul 2021	Proposed Long Term Loan	Long Term	0.41	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	10.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	1.62	ACUITE B+ (Issuer not co-operating*)
14 Apr 2020	Term Loan	Long Term	10.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	1.62	ACUITE B+ (Issuer not co-operating*)

	Proposed Long Term Loan	Long Term	0.41	ACUITE B+ (Issuer not co-operating*)
30 Jan 2019	Term Loan	Long Term	10.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	1.62	ACUITE B+ (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.41	ACUITE B+ (Issuer not co-operating*)
05 Dec 2017	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)
30 Sep 2016	Term Loan	Long Term	1.62	ACUITE B+ Stable (Assigned)
	Term Loan	Long Term	10.00	ACUITE B+ Stable (Assigned)
	Proposed Long Term Loan	Long Term	0.41	ACUITE B+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	1.04	ACUITE B+ Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	0.75	ACUITE B+ Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	0.75	ACUITE B+ Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Term Loan	Not available	Not available	Not available	0.92	ACUITE B+ Reaffirmed Issuer not co-operating*
Tamilnad Mercantile Bank Limited	Not Applicable	Term Loan	Not available	Not available	Not available	8.57	ACUITE B+ Reaffirmed Issuer not co-operating*

Contacts

Analytical	Rating Desk
Pooja Ghosh Vice President-Rating Operations Tel: 022-49294041 pooja.ghosh@acuite.in Abhishek Singh Analyst-Rating Operations Tel: 022-49294065 abhishek.s@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in

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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