

Press Release

Vijaya Sarada Delint Seed Mills

26 April, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 10.00 Cr
Long Term Rating (Indicative)	SMERA BB- Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed long term rating of '**SMERA BB-** (read as SMERA double B minus) on the Rs.10.00 crore bank facilities of Vijaya Sarada Delint Seed Mills (VSDSM). 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

- Manufacturing Entities: <https://www.smerra.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smerra.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:

VSDSM, established in 2007, is an Andhra Pradesh-based proprietorship concern engaged in processing of cotton seeds into de-oiled cake, cotton seed oil, hull and other products. The concern was promoted by Mr. K. Subhas Chandra Bose. The concern has an installed capacity of 150 tonnes per day and caters to states like Telangana, Maharashtra, Karnataka, Kerala and northern states.

VSDSM reported net profit of Rs.0.22 crore on operating income of Rs.42.07 crore for FY2015-16 as compared to net profit of Rs.0.22 crore on operating income of Rs.37.07 crore for FY2014-15. Further, as informed by the management, VSDSM reported operating revenue of Rs.16.46 crore (provisional) during April, 2016 to November, 2016. The net worth stood at Rs.6.52 crore as on 31 March, 2016 as compared with Rs.5.90 crore in the previous year.

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

Rating History (for the last three years)

Date	Name of Instrument/ Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
2 Feb 2017	Cash Credit	Long term	6.50	SMERA BB-/Stable (Assigned)
	Proposed Cash Credit	Long term	3.50	SMERA BB-/Stable (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	Not Applicable	Not Applicable	Not Applicable	6.50	SMERA BB- Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.50	SMERA BB- 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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