

Press Release

Vijaya Sarada Delint Seed Mills

October 13, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 10.00 Cr.#
Long Term Rating	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*

#Refer Annexure for details

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

Acuite 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.10.00 Crore bank facilities of Vijaya Sarada Delint Seed Mills (VSDSM). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

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

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.

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

Applicable Criteria

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

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

None

Any other information

Acuite 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
25 July, 2019	Cash Credit	Long Term	6.50	ACUITE BB- Issuer not co-operating*

	Proposed Cash Credit	Long Term	3.50	ACUITE BB-Issuer not co-operating*
26 April, 2018	Cash Credit	Long Term	6.50	ACUITE BB-Issuer not co-operating*
	Proposed Cash Credit	Long Term	3.50	ACUITE BB-Issuer not co-operating*
02 Feb, 2017	Cash Credit	Long Term	6.50	ACUITE BB-/stable (Assigned)
	Proposed Cash Credit	Long Term	3.50	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. Crore)	Ratings/Outlook
Cash Credit	Not Available	Not Applicable	Not Available	6.50	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

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