

Press Release

Yuvaka Sangha

December 16, 2021



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	10.00	ACUITE B- Reaffirmed Issuer not co-operating*	
Total	10.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of 'ACUITE B-' (read as ACUITE B minus) on the Rs. 10.00 crore bank facilities of Yuvaka Sangha (YS). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

About the Company

YS is an educational society established in 1957, at Bangalore (Karnataka). YS has been providing free coaching to 6 thousand PUC commerce, B.Com and SSLC students every year from its inception in 1957. YS had plans to start a private school in Bangalore. The school was expected to start from June 2017. Students will be accepted from Standard 1 to standard 10. The total cost of the project was Rs.25.19 crore which was funded through Capital funds of Rs.4.00 crore, term loan of Rs.11.00 crore and unsecured loan of Rs.10.19 crore. The promoters, Mr. Chikkaiah and Mr. K. M. Nagaraj, possess extensive experience in the educational sector.

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 is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Service Sector: <https://www.acuite.in/view-rating-criteria-50.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). Acuite endeavoured 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.

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 attempts.

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
25 Sep 2020	Term Loan	Long Term	10.00	ACUITE B- (Issuer not co-operating*)
26 Jun 2019	Term Loan	Long Term	10.00	ACUITE B- (Issuer not co-operating*)
05 Apr 2018	Term Loan	Long Term	10.00	ACUITE B- (Issuer not co-operating*)
20 Feb 2017	Term Loan	Long Term	10.00	ACUITE B- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Quantum (Rs. Cr.)	Rating
State Bank of Mysore	Not Applicable	Term Loan	Not available	Not available	Not available	10.00	10.00	ACUITE B- Reaffirmed 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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