

Press Release

VNR Exports

September 29, 2021

Rating Update



Total Bank Facilities Rated*	Rs.24.00 Cr. #
Long Term Rating	ACUITE D (Downgraded from ACUITE BB-) Issuer not co-operating*
Short Term Rating	ACUITE D (Downgraded from ACUITE A4+) 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 D' (read as ACUITE D)** from '**ACUITE BB-' (read as ACUITE double B minus)** and the short-term rating to '**ACUITE D' (read as ACUITE D)** from '**ACUITE A4+' (read as ACUITE A four plus)** on the Rs.24.00 crore bank facilities of VNR Exports (VNR). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

The downgrade is based on the information available in the public domain which reflects delays in debt servicing.

Established in 2005, VNR Exports (the erstwhile VNR Enterprises), a Surat-based entity is led by partners, Mr. Vinubhai K Kakadiya, Mr. Pravinbhai B Alagiya, Mr. Rameshbhai M Asodariya and others. The firm is engaged in the processing of rough diamonds to polished diamonds. The firm has a facility located in Surat (Gujarat) with an installed capacity to process 5,000 carats of rough diamonds in a month.

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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-53.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.

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)

Not Applicable

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
16-Oct-2020	Cash Credit	Long Term	3.00	ACUITE BB- (Downgraded; Indicative)
	Packing Credit	Short Term	5.00	ACUITE A4+ (Indicative)
	Post Shipment Credit	Short Term	5.00	ACUITE A4+ (Indicative)
	Post Shipment Credit	Short Term	11.00	ACUITE A4+ (Indicative)
25-Jul-2019	Cash Credit	Long Term	3.00	ACUITE BB (Indicative)
	Packing Credit	Short Term	5.00	ACUITE A4+ (Indicative)
	Post Shipment Credit	Short Term	5.00	ACUITE A4+ (Indicative)
	Post Shipment Credit	Short Term	11.00	ACUITE A4+ (Indicative)
07-May-2018	Cash Credit	Long Term	3.00	ACUITE BB/ Stable (Downgraded)
	Packing Credit	Short Term	5.00	ACUITE A4+ (Reaffirmed)
	Post Shipment Credit	Short Term	5.00	ACUITE A4+ (Reaffirmed)
	Post Shipment Credit	Short Term	11.00	ACUITE A4+ (Reaffirmed)

#Annexure – Details of instruments rated

Lender Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Union Bank of India	Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE D (Downgraded from ACUITE BB-) Issuer not co-operating*
Union Bank of India	Packing Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE D (Downgraded from ACUITE A4+) Issuer not co-operating*
Union Bank of India	Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE D (Downgraded from ACUITE A4+) Issuer not co-operating*
Karnataka Bank	Post Shipment Credit	Not Applicable	Not Applicable	Not Applicable	11.00	ACUITE D (Downgraded from ACUITE A4+) 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 8,850 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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