

Press Release

Vijaya Polymers India Private Limited

August 08, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 32.00 Cr. #
Long Term Rating	ACUITE BB- Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed the long-term rating of '**ACUITE BB-**' (read as ACUITE double B minus) and short-term rating of '**ACUITE A4+**' (read as ACUITE A four plus) on the Rs. 32.00 crore bank facilities of VIJAYA POLYMERS INDIA PRIVATE LIMITED (VPPL). This rating is now an indicative rating and is based on best available information.

Vijaya Polymers India Private Limited (VPPL) was incorporated in September, 2015 as a private limited company by Ms. M.V. Sunitha Reddy and Ms. G. Vijaya Lakshmi. The company is engaged in the manufacturing of pipes mainly used for irrigation and drinking water purposes. The commercial operations of the company started in the month of August, 2016. VPPL manufactures HDPE pipes which are available in coil form and straight lengths. The key raw material required is HDPE granules procured from IOCL in the domestic market and from Boreouge and SABIC from UAE. The installed capacity is 960 tons per month utilised to the tune of 80 per cent. The company earns 30 per cent of its revenue from government clients and the rest is earned from private clients.

Non-cooperation by the issuer/borrower

Acuité 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 Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-19.htm>
- Manufacturing Entities-<https://www.acuite.in/view-rating-criteria-4.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). Acuité endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuité 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 attempts.

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

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
15-Jun-2018	Term Loan	Long Term	3.00	ACUITE BB-/Stable (Reaffirmed)
	Cash Credit	Long Term	10.00	ACUITE BB-/Stable (Reaffirmed)
	Letter of credit	Short Term	16.00	ACUITE A4+ (Reaffirmed)
	Bank guarantee/ Letter of Guarantee	Short Term	3.00	ACUITE A4+ (Assigned)
23-Apr-2018	Cash Credit	Long Term	16.00	ACUITE BB- Issuer not cooperating*
	Term Loan	Long Term	3.78	ACUITE BB- Issuer not cooperating*
	Letter of credit	Short Term	4.00	ACUITE A4+ Issuer not cooperating*
	Bank guarantee/ Letter of Guarantee	Short Term	5.00	ACUITE A4+ Issuer not cooperating*
	Proposed	Long Term	1.22	ACUITE BB- Issuer not cooperating*
04-Apr-2017	Cash Credit	Long Term	16.00	ACUITE BB-/Stable (Assigned)
	Term Loan	Long Term	3.78	ACUITE BB-/Stable (Assigned)
	Letter of credit	Short Term	4.00	ACUITE A4+ (Assigned)
	Bank guarantee/ Letter of Guarantee	Short Term	5.00	ACUITE A4+ (Assigned)
	Proposed	Long Term	1.22	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. Cr.)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE BB- Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB- Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE A4+ Issuer not co-operating*
Bank guarantee/ Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	3.00	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 (Erstwhile SMERA Ratings 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 6,000 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 Mumbai.

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