

Press Release

V P Bedekar and Sons Private Limited

July 26, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 6.00 Cr. #
Long Term Rating	ACUITE B Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE B**' (read as **ACUITE B**) on the Rs.6.00 crore bank facilities of V P Bedekar and Sons Private Limited (VPBSPL). This rating is now an indicative rating and is based on best available information.

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-17.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:

VPBSPL was incorporated in 1943 by Mr. Annasaheb Bedekar. Subsequently, his eldest son Mr. Trimbak V. Bedekar joined the business in 1961. At present, Mr. Vasant V. Bedekar, the youngest son of Mr. Annasaheb, heads the company along with the fourth generation of Bedekars viz. Mr. Atul V. Bedekar, Mr. Ajit V. Bedekar and Mr. Mandar T. Bedekar. The company is engaged in manufacturing of spices and pickles under its brand name 'BEDEKAR'. VPBSPL also manufactures namkeen and ready to eat foods. The company's manufacturing operations are based out of Umbergaon, Valsad (Gujarat) and registered office is in Mumbai, Maharashtra. VPBSPL has 2 units for manufacturing of pickles and spices located at Umbergaon, Valsad while namkeen and ready to eat foods are manufactured at Kartaj, Raigad.

For FY2015-16, the VPBSPL registered net profit of Rs.5.49 crore on operating income of Rs.20.15 cr as against net loss of Rs.0.79 crore on operating income of Rs.16.93 crore in the previous year. The net worth stood at Rs.5.90 crore as on 31 March 2016 as compared to Rs.0.41 crore as on 31 March 2015.

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
13-May-17	Cash Credit	Long Term	2.00	ACUITE B/Stable (Assigned)
	Term Loan	Long Term	3.68	ACUITE B/Stable (Assigned)
	Proposed Bank Facility	Long Term	0.32	ACUITE B/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 Applicable	Not Applicable	Not Applicable	2.00	ACUITE B Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.68	ACUITE B Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.32	ACUITE B Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Suman Chowdhury President - Rating Operations Tel: 022-67141107 suman.chowdhury@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in
Manmitha Sodhi Analyst - Rating Operations Tel: 022-67141133 manmitha.sodhi@acuite.in	

About Acuite Ratings & Research:

Acuite 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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