

Press Release

Vaseeulla Modern Rice Mill (LLP)

August 28, 2018

Rating Update



Total Bank Facilities Rated	Rs.39.49 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

Acuite has reviewed the long term rating of '**ACUITE B+**' (read as **ACUITE B plus**) to the Rs.39.49 crore bank facilities of Vaseeulla Modern Rice Mill (LLP) (VMRM). This rating is now an indicative rating and is based on best available information.

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 due date.

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-17.htm>
- Financial Ratios and Adjustments: <https://www.acuite.in/view-rating-criteria-20.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). 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.

About the Rated Entity:

Vaseeulla Modern Rice Mill, established in 2011 as a partnership firm by Mr. Syed Hidayatulla and Mr. Syed Vaseeulla. The firm engaged in processing and trading of rice varieties. VMRM is a manufacturer of Par Boiled, Double Polished, Sortexed, Thanjavur Ponni, Samba and Sona Masuri rice varieties under the brand name rice varieties.

For FY2016-17, VMRM reported profit after tax (PAT) of Rs.1.07 crore on operating income of Rs.93.01 crore compared to PAT of Rs.0.78 crore on operating income of Rs.115.64 crore in the previous year. The net worth stood at Rs.9.27 crore as on 31 March, 2017 compared to Rs.7.45 crore in the previous year.

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. Crore)	Ratings/Outlook
31-Jul-2017	Cash Credit	Long Term	35.00	ACUITE B+/Stable (Assigned)
	Term Loan	Long Term	0.69	ACUITE B+/Stable (Assigned)
	Term Loan	Long Term	2.22	ACUITE B+/Stable (Assigned)
	Cash Credit	Short Term	1.58	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	35.00	ACUITE B+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.69	ACUITE B+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.22	ACUITE B+ Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.58	ACUITE B+ Issuer not co-operating*

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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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