

Press Release

Vardhman Cables and Conductors

January 27, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 50.00 Cr. #
Long Term Rating (Indicative)	ACUITE B (Downgraded from ACUITE B+/Stable) Issuer not co-operating*
Short Term Rating (Indicative)	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 B**' (read as **ACUITE B**) from '**ACUITE B+**' (read as **ACUITE B plus**) and has reviewed the short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 50.00 crore bank facilities of Vardhman Cables and Conductors (VCC). This rating is now an indicative rating and is based on best available information. Downgrade takes into account information risk.

VCC was established as a partnership firm by Mr. Pravin Jain and Mr. S D Gandhi. It was established in 1993 in Belgaum, Karnataka. The firm manufactures electrical cables and conductors and has installed capacity of 7000 Km/year and 25000 Km/year respectively.

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/criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.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 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
05-Feb-2019	Cash Credit	Long Term	3.50	ACUITE B+/Stable (Reaffirmed)
	Bill Discounting	Short Term	24.50	ACUITE A4 (Reaffirmed)
	Bank Guarantee	Short Term	7.00	ACUITE A4 (Reaffirmed)
	Letter of Credit	Short Term	15.00	ACUITE A4 (Reaffirmed)
19-Sep-2018	Cash Credit	Long Term	3.50	ACUITE B+ (Indicative)
	Bill Discounting	Short Term	24.50	ACUITE A4 (Indicative)
	Bank Guarantee	Short Term	7.00	ACUITE A4 (Indicative)
	Letter of Credit	Short Term	15.00	ACUITE A4 (Indicative)
26-Aug-2017	Cash Credit	Long Term	3.50	ACUITE B+/Stable (Assigned)
	Bill Discounting	Short Term	24.50	ACUITE A4 (Assigned)
	Bank Guarantee	Short Term	7.00	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	15.00	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE B (Downgraded from ACUITE B+/Stable) Issuer not co-operating*
Bill Discounting	Not Applicable	Not Applicable	Not Applicable	24.50	ACUITE A4 Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE A4 Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE A4 Issuer not co-operating*

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

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 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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