

Press Release

Innovative Microfinance For Poverty Alleviation And Community Transformation

June 08, 2021



Rating Update

Total Bank Facilities Rated*	Rs. 34.80 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.

Acuité has reviewed the long-term rating of '**ACUITE B**' (**read as ACUITE Single B**) on the Rs.34.80 crore bank facilities of Innovative Microfinance for Poverty Alleviation and Community Transformation (IMPACT). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

Established in 2004, IMPACT is a Tamil Nadu-based company classified under section 8 of The Companies Act, 2013. IMPACT focuses on activities related to empowerment of women and provides training to self-help groups apart from micro finance lending. The company operates across Tamil Nadu, Kerala, Chhattisgarh and Uttar Pradesh. The Company headed by Mr. Suvisedagan Aruliah, Chief Executive Officer and with Mr. Cherian Thomas as Chair of the Board.

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 the 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-52.htm>
- Non-Banking Financing Entities - <https://www.acuite.in/view-rating-criteria-44.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 endeavored 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.

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)

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
09-March-2020	Term Loan	Long term	3.75	ACUITE B (Downgraded from Acuite B+) Issuer not co-operating*
	Term Loan	Long term	9.54	ACUITE B (Downgraded from Acuite B+) Issuer not co-operating
	Term Loan	Long term	9.50	ACUITE B (Downgraded from Acuite B+) Issuer not co-operating
	Term Loan	Long term	5.00	ACUITE B (Downgraded from Acuite B+) Issuer not co-operating
	Term Loan	Long term	5.00	ACUITE B (Downgraded from Acuite B+) Issuer not co-operating
	Term Loan	Long term	2.00	ACUITE B (Downgraded from Acuite B+) Issuer not co-operating
	Proposed Long Term Facility	Long term	0.01	ACUITE B (Downgraded from Acuite B+) Issuer not co-operating
04-Jan-2019	Term Loan	Long term	3.75	ACUITE B+/stable (Reaffirmed)
	Term Loan	Long term	9.54	ACUITE B+/stable (Reaffirmed)
	Term Loan	Long Term	2.00	ACUITE B+ (Withdrawn)
	Term Loan	Long term	9.50	ACUITE B+/stable (Reaffirmed)
	Term Loan	Long term	5.00	ACUITE B+/stable (Reaffirmed)
	Term Loan	Long term	5.00	ACUITE B+/stable (Reaffirmed)
	Term Loan	Long term	2.00	ACUITE B+/stable (Assigned)
	Proposed Long Term Facility	Long term	0.01	ACUITE B+/stable (Reaffirmed)
08-Jan-2018	Term Loan	Long term	2.5	ACUITE B+/stable (Assigned)
	Term Loan	Long term	5.00	ACUITE B+/stable (Assigned)
	Term Loan	Long term	2.00	ACUITE B+/stable (Assigned)

	Term Loan	Long term	5.00	ACUITE B+/stable (Assigned)
	Term Loan	Long term	5.00	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
Term Loan	Not Available	Not Available	Not Available	3.75	ACUITE B Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	9.54	ACUITE B Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	9.50	ACUITE B Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	5.00	ACUITE B Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	5.00	ACUITE B Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	2.00	ACUITE B Issuer not co-operating*
Proposed Long Term Facility	Not Applicable	Not Applicable	Not Applicable	0.01	ACUITE B Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Senior Manager – Rating Desk Tel: 022-49294011 rating.desk@acuite.in
Nagidi Bhavani Rating Analyst - Rating Operations Tel: 040-400422327 Nagidi.bhavani@acuite.in	

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.