Press Release

Gokilambal Education And Charitable Trust

August 04, 2020

Rating Update

Total Bank Facilities Rated*	Rs. 15.00 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.*

Acuité has reviewed the long-term rating of **'ACUITE B' (read as ACUITE B)** on the Rs. 15.00 crore bank facilities of Gokilambal Education and Charitable Trust (GECT). This rating is now an indicative rating and is based on the best available information.

GECT, was established in 2016, by Mr. R Anbalagan, (Chairman), Mrs. A. Dhanalakshmi, Director and his sons, Mr. A. Suyam Prakashand Mr. A. Avinashat Ariyalur, Tamilnadu. The trust runs schools, offering education in both Matriculation Board (Tamil Nadu Board) and CBSE Board, syllabi. It also runs a hostel which can house up to 100 students and it operates buses for the transport of students. The first phase of the school project was completed in May 2017, which can accommodate up to 1,100 students. The trust commenced operations for the academic year 2017–18 in June 2017. The second phase is for expansion of school building capacity (total capacity of 1,800 students) and its infrastructure facilities, which is estimated at Rs. 10.50 crore to be met by bank loans of Rs. 8.00 crore and corpus donations collected.

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 continues to be 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
- Service Sector Entities - https://www.acuite.in/view-rating-criteria-50.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 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
10 May, 2019	Proposed Cash Credit	Long Term	2.00	ACUITE B Issuer not co-operating*
	Proposed Term loan	Long Term	8.00	ACUITE B Issuer not co-operating*
	Term loan	Long Term	5.00	ACUITE B Issuer not co-operating*
28 Feb, 2018	Proposed Cash Credit	Long Term	2.00	ACUITE B/Stable (Assigned)
	Proposed Term loan	Long Term	8.00	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
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B Issuer not co-operating*
Proposed Term loan	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE B Issuer not co-operating*
Term loan	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE B 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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