

## Press Release

### Ved Prakash and Sons Lumbers Private Limited

March 19, 2019

### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs. 15.00 Cr. #
<b>Long Term Rating</b>	ACUITE BB- Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4 Issuer not co-operating*

# Refer Annexure for details

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

Acuite has reviewed long-term rating of „**ACUITE BB-** (read as **ACUITE BB minus**) and short term rating of '**ACUITE A4**' (read as '**ACUITE A four**') on the Rs. 15.00 crore bank facilities of Ved Prakash and Sons Lumbers Private Limited. This rating is now an indicative rating and is based on best available information.

VPSLPL is Haryana based company incorporated in the year 2009 engaged in sawing and trading of timber.

#### About the Group

The Zamindara group consists of ZTPL and Ved Prakash & Sons Lumbers Private Limited (VPSLPL) incorporated in 2009. Both are engaged in the same line of business. The group mainly imports timber logs from Malaysia, New Zealand, Solomon Islands and Singapore and sells to traders, wholesalers, civil engineering companies and construction companies in Gujarat, Punjab and Haryana.

#### 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-default.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.htm>
- Consolidation Of Companies - <https://www.acuite.in/view-rating-criteria-22.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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 - Key Financials

	Unit	FY17 (Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	79.49	93.93	77.93
EBITDA	Rs. Cr.	2.00	1.22	1.31
PAT	Rs. Cr.	0.32	0.28	0.31
EBITDA Margin	(%)	2.52	1.30	1.68
PAT Margin	(%)	0.41	0.30	0.40
ROCE (%)	(%)	4.69	3.39	8.50

Total Debt/Tangible Net Worth	Times	2.98	6.37	4.14
PBDIT/Interest	Times	1.45	1.76	1.75
Total Debt/PBDIT	Times	12.76	41.06	21.35
Gross Current Assets (Days)	Days	145	187	150

**Status of non-cooperation with previous CRA (if applicable)**

Not Applicable

**Any other information**

Not Applicable

**Rating History (Upto last three years)**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
08-Mar-2018	Secured Overdraft	Long Term	2.50	ACUITE BB- / Stable (Assigned)
	Letter of Credit	Short Term	12.50	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	2.50	ACUITE BB- Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	12.50	ACUITE A4 Issuer not co-operating*

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

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**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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