



Press Release

Vijayshree Autocom Limited

July 31, 2024

Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	8.00	ACUITE BB- Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	8.00	-	-

Rating Rationale

Acuite has downgraded its long-term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) on the Rs.8.00 Cr. bank loan facilities of Vijayshree Autocom Limited. The rating is now flagged as "Issuer Not-Cooperating" on account of information risk and is based on the best available information. The downgrade is on account of information risk.

Rationale for downgrade

The team had sent repeated reminders to the Company for latest information; however, despite multiple requests; the Company's management has not sent the required documents and are yet to submit the final latest documents for assigning the rating.

About the Company

Incorporated in 2010, VAL is a Kolkata-based company and is promoted by Mr. Devendra Kumar Mantri, Mrs. Tanuja Mantri and Mr. Shashankdhar Mantri. The company is engaged in manufacturing of automobile parts for commercial vehicles, exclusively, Tata Motors Limited. The automobile parts include fuel tanks, silencers spare, wheel carriers and engine cross members to name a few. The company has two manufacturing units which are in Jamshedpur (Jharkhand) and Howrah (West Bengal).

The manufacturing facilities of the two units include mechanical and hydraulic power presses, shearing machines, hydraulic riveting machines, welding shops including Mig, Arc, Seam, and Spot-welding equipment, 8 tank pre-treatment and phosphating facilities, powder coating facilities, conveyorized liquid paint shop, baking ovens, CNC pipe bending, CNC lathes, fully equipped tool rooms for manufacture and maintenance of dies and tools as well as adequate captive power capacities.

Unsupported Rating

Not Applicable

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 the due date. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is therefore being flagged as "Issuer not cooperating", in line with prevailing SEBI regulations and Acuite's policies.

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.

Rating Sensitivities

No information provided by the issuer / available for Acuité to comment upon

Liquidity Position

No information provided by the issuer / available for Acuité to comment upon

Outlook

Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	139.09	121.97
PAT	Rs. Cr.	1.21	0.65
PAT Margin	(%)	0.87	0.54
Total Debt/Tangible Net Worth	Times	1.44	1.56
PBDIT/Interest	Times	2.96	2.65

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
10 May 2023	Term Loan	Long Term	0.37	ACUITE BB Stable (Upgraded from ACUITE B+)
	Term Loan	Long Term	0.77	ACUITE BB Stable (Upgraded from ACUITE B+)
	Proposed Long Term Bank Facility	Long Term	2.95	ACUITE BB Stable (Upgraded from ACUITE B+)
	Term Loan	Long Term	2.31	ACUITE BB Stable (Upgraded from ACUITE B+)
	Term Loan	Long Term	0.13	ACUITE BB Stable (Upgraded from ACUITE B+)
	Term Loan	Long Term	0.07	ACUITE BB Stable (Upgraded from ACUITE B+)
	Term Loan	Long Term	1.40	ACUITE BB Stable (Upgraded from ACUITE B+)
12 Dec 2022	Term Loan	Long Term	0.37	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.77	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Proposed Long Term Bank Facility	Long Term	2.95	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	2.31	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.13	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.07	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	1.40	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
15 Sep 2021	Term Loan	Long Term	1.40	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.07	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.13	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	2.31	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Proposed Long Term Bank Facility	Long Term	2.95	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.77	ACUITE B+ (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	0.37	ACUITE B+ (Reaffirmed & Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	2.95	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	28 Feb 2023	Simple	2.31	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	30 Sep 2024	Simple	0.13	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	30 Sep 2021	Simple	0.07	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	31 Jan 2025	Simple	1.40	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	30 Nov 2020	Simple	0.37	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)
Small Industries Development Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	30 Sep 2021	Simple	0.77	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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