

Press Release

Vidya Vikas Education Trust

March 04, 2021

Rating Withdrawn



Total Bank Facilities Rated*	Rs. 40.00 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded & Withdrawn; Issuer not co-operating*)

Refer Annexure for details

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

Acuite has downgraded and withdrawn the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB+**' (read as **ACUITE triple B plus**) on the Rs. 40.00 crore bank facilities of Vidya Vikas Education Trust (VJET). The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating. The rating is now indicative rating and is downgraded on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About Vidya Vikas Education Trust

VJET, established in 2003 is registered under the Bombay Public Trust Act, 1950. VJET is a part of Universal Education Group (UEG). Mr. Jesus Lall is chairman of the trust. The trust manages 14 educational institutes and offers academic programmes in engineering, commerce, science apart from running pre-primary, primary and secondary schools in Maharashtra.

About UEG

UEG has a presence in education since 2003. Mr. Jesus Lall is the founder. The group runs 44 educational institutions across 28 entities and offers K-12 education, degree and technical courses. While most of the entities are in education sector some of them are asset holding and provides supporting services to the institutes. The group has its presence in Maharashtra, Karnataka and Tamil Nadu.

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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation 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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Entities in Services Sector - <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). 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 Position

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

Rating Sensitivities

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

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
20-Nov-2019	Term Loan	Long Term	6.20	ACUITE BBB+/ Negative (Downgraded)
	Term Loan	Long Term	5.55	ACUITE BBB+/ Negative (Downgraded)
	Term Loan	Long Term	0.53	ACUITE BBB+/ Negative (Downgraded)
	Term Loan	Long Term	0.78	ACUITE BBB+/ Negative (Downgraded)
	Term Loan	Long Term	4.11	ACUITE BBB+/ Negative (Downgraded)
	Term Loan	Long Term	1.35	ACUITE BBB+/ Negative (Downgraded)
	Term Loan	Long Term	6.96	ACUITE BBB+/ Negative (Downgraded)
	Proposed Bank Facility	Long Term	14.52	ACUITE BBB+/ Negative (Downgraded)
19-Oct-2018	Term Loan	Long Term	9.02	ACUITE A- /Stable (Assigned)
	Term Loan	Long Term	5.66	ACUITE A- /Stable (Assigned)
	Term Loan	Long Term	0.33	ACUITE A- /Stable (Assigned)
	Term Loan	Long Term	0.77	ACUITE A- /Stable (Assigned)
	Term Loan	Long Term	0.91	ACUITE A- /Stable (Assigned)
	Term Loan	Long Term	6.27	ACUITE A- /Stable (Assigned)
	Term Loan	Long Term	2.02	ACUITE A- /Stable (Assigned)
	Term Loan	Long Term	9.79	ACUITE A- /Stable (Assigned)
	Proposed Bank Facility	Long Term	5.23	ACUITE A- /Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Term Loan	Not Available	Not Applicable	31-Dec-2021	6.20	ACUITE BB+ (Downgraded & Withdrawn; Issuer not co-operating*)
Term Loan	Not Available	Not Applicable	01-Mar-2027	5.55	ACUITE BB+ (Downgraded & Withdrawn; Issuer not co-operating*)

Term Loan	Not Available	Not Applicable	02-Feb-2021	0.53	ACUITE BB+ (Downgraded & Withdrawn; Issuer not co-operating*)
Term Loan	Not Available	Not Applicable	31-Mar-2027	0.78	ACUITE BB+ (Downgraded & Withdrawn; Issuer not co-operating*)
Term Loan	Not Available	Not Applicable	04-Mar-2021	4.11	ACUITE BB+ (Downgraded & Withdrawn; Issuer not co-operating*)
Term Loan	Not Available	Not Applicable	24-May-2021	1.35	ACUITE BB+ (Downgraded & Withdrawn; Issuer not co-operating*)
Term Loan	Not Available	Not Applicable	30-Jun-2022	6.96	ACUITE BB+ (Downgraded & Withdrawn; Issuer not co-operating*)
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	14.52	ACUITE BB+ (Downgraded & Withdrawn; 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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