

Press Release

Vardhaman Precision Works

January 09, 2020



Rating Update

Total Bank Facilities Rated*	Rs. 6.16 Cr. #
Long Term Rating	ACUITE BB 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 BB** (read as **ACUITE double B**) on the Rs. 6.16 crore bank facilities of Vardhaman Precision Works. This rating is now an indicative rating and is based on best available information.

VPW is an Aurangabad-based partnership firm established in 1999. The firm manufactures auto ancillary products and undertakes job work. It caters to Varroc Engineering Limited, Mahindra CIE Automotive Limited, VE Commercial Vehicle Limited and Sanjeev Auto Parts Manufacturers Private Limited. VPW has installed capacity of 3939 Metric Tonnes per Annum (MTPA) and 7416000 pieces per annum for manufacturing various auto ancillary products.

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 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-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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). 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)

Not Applicable

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
29-Oct-2018	Term Loans	Long Term	0.20	ACUITE BB / Stable (Assigned)
	Term Loans	Long Term	0.38	ACUITE BB / Stable (Assigned)
	Term Loans	Long Term	1.04	ACUITE BB / Stable (Assigned)
	Term Loans	Long Term	1.50	ACUITE BB / Stable (Assigned)
	Proposed Term Loan	Long Term	3.00	ACUITE BB / Stable (Assigned)
	Proposed Bank Facility	Long Term	0.04	ACUITE BB / 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
Term Loans	Not Applicable	Not Applicable	Not Applicable	0.20	ACUITE BB Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	0.38	ACUITE BB Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	1.04	ACUITE BB Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE BB Issuer not co-operating*
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE BB Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.04	ACUITE BB Issuer not co-operating*

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

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About Acuité Ratings & Research:

Acuité 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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