

## Press Release

### V K Sharma Cold Storage

March 16, 2020



### Rating Update

|                                     |                                       |
|-------------------------------------|---------------------------------------|
| <b>Total Bank Facilities Rated*</b> | Rs.5.67 Cr.#                          |
| <b>Long Term Rating</b>             | ACUITE B-<br>Issuer not co-operating* |

#Refer Annexure for details

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

### Rating Rationale

Acuité has revised the long-term rating of '**ACUITE B-**' (**read as ACUITE B minus**) on the Rs.5.67 crore bank facilities of V K Sharma Cold Storage (VKSCS). This rating is now an indicative rating and is based on best available information.

V K Sharma Cold Storage (VSCS) is a partnership firm established in 2016 by Mr. Sandeep Sharma, Mrs. Preeti Sharma, and Mrs. Usha Devi in Agra (Uttar Pradesh). The firm is engaged in providing Cold Storage services to farmers producing potatoes. The firm started its commercial operations only in June 2017. It has total storage capacity of 100 metric tonnes.

**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-52.htm>
- Entities in service sector - <https://www.acuite.in/view-rating-criteria-50.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.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 endeavored 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 attempts.

### 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             |
|------------------|---------------------------------|-----------|-----------------|-----------------------------|
| January 07, 2019 | Cash Credit                     | Long Term | 1.80            | ACUITE B-/Stable (Assigned) |

|  |                                  |           |      |                             |
|--|----------------------------------|-----------|------|-----------------------------|
|  | Term Loans                       | Long Term | 1.97 | ACUITE B-/Stable (Assigned) |
|  | Term Loans                       | Long Term | 0.92 | ACUITE B-/Stable (Assigned) |
|  | Proposed Long Term Bank Facility | Long Term | 0.98 | 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                       |
|----------------------------------|------------------|----------------|----------------|-------------------------------|---------------------------------------|
| Cash Credit                      | Not Applicable   | Not Applicable | Not Applicable | 1.80                          | ACUITE B-<br>Issuer not co-operating* |
| Term Loans                       | Not Applicable   | Not Applicable | Not Applicable | 1.97                          | ACUITE B-<br>Issuer not co-operating* |
| Term Loans                       | Not Applicable   | Not Applicable | Not Applicable | 0.92                          | ACUITE B-<br>Issuer not co-operating* |
| Proposed Long Term Bank Facility | Not Applicable   | Not Applicable | Not Applicable | 0.98                          | ACUITE B-<br>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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