



Press Release

Vaishnavi Auto Private Limited

April 21, 2020

Rating Update

Total Bank Facilities Rated*	Rs. 10.15 crore
Long Term Rating	ACUITE BB+ (Downgraded; Issuer not co-operating)

* Refer Annexure for details

Rating Rationale

Acuité has downgraded the long-term rating of '**ACUITE BBB-**' (**read as ACUITE triple B minus**) to '**ACUITE BB+**' (**read as ACUITE double B plus**) on the Rs. 10.15 crore bank facilities of VAISHNAVI AUTO PRIVATE LIMITED. This rating is now an indicative rating and is downgraded on the basis of information risk.

VAPL, based at Nashik (Maharashtra), was incorporated in 2000 promoted by Mr. Gajendra Wani and Ms. Surekha Wani. The company is engaged in the manufacturing and export of machined Components and auto electric components such as Fuel Injector System, Suspension System and Brake System, among others. The manufacturing unit is located at MIDC in Nashik (Maharashtra). The company caters to the domestic as well as overseas market.

Analytical Approach

Acuité has considered the standalone business and financial risk profile of VAPL to arrive at the rating.

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

- Entities in Manufacturing Sector- <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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 requests.

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 29, 2019	Term Loan	Long-Term	6.95	ACUITE BBB-/ Stable (Assigned)
	Proposed Long Term Bank Facilities	Long-Term	3.20	ACUITE BBB-/ 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 applicable	Not applicable	Not applicable	6.95	ACUITE BB+ (Downgraded; Issuer not-cooperating*)
Proposed Long Term Bank Facilities	Not applicable	Not applicable	Not applicable	3.20	ACUITE BB+ (Downgraded; Issuer not-cooperating*)

Contacts

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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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