

Press Release

Venus Pipes and Tubes Private Limited

January 07, 2021

Rating Withdrawn



Total Bank Facilities Rated*	Rs. 25.00 Cr.
Long Term Rating	ACUITE BB- (Withdrawn) *Issuer not cooperating
Short Term Rating	ACUITE A4+ (Withdrawn) *Issuer not cooperating

* Refer Annexure for details

Rating Rationale

Acuite has withdrawn the long term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short term rating of '**ACUITE A4+(read as ACUITE A four plus)**' on the Rs.25.00 crore bank facilities of Venus Pipes and Tubes Private Limited (VPTPL). The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

VPTPL, based at Gandhidham (Gujarat), was incorporated in 2015. The company started its commercial operations from January 2016. VPTL is promoted by Mr. Meghram Choudhary, Mr. Jayantiram Choudhary, Mr. Mahesh Puj, Mr. Hemant Shah and Mr. Dhruv Patel. The company is engaged in manufacturing of stainless steel welded pipes and tubes. The manufacturing unit is located at Gandhidham, having installed capacity of 6600 Metric Tonnes (MT).

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. This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Analytical approach

Acuite has considered the standalone financial and business risk profiles of VPTPL to arrive at this rating.

Applicable Criteria

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

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

Rating Sensitivity

"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 attempts.

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
13-May-2020	Overdraft	Long Term	10.00	ACUITE BB- (Downgraded and Indicative)
	Term Loan	Long Term	3.40	ACUITE BB- (Downgraded and Indicative)
	Letter of Credit	Short Term	4.60	ACUITE A4+ (Indicative)
	Proposed bank facility	Long Term	7.00	ACUITE BB- (Downgraded and Indicative)
22-Mar-2019	Overdraft	Long Term	10.00	ACUITE BB/Stable (Assigned)
	Term Loan	Long Term	3.40	ACUITE BB/Stable (Assigned)
	Letter of Credit	Short Term	4.60	ACUITE A4+ (Assigned)
	Proposed bank facility	Long Term	7.00	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. Crore)	Ratings/Outlook
Overdraft	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB- (Withdrawn) *Issuer not cooperating
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.40	ACUITE BB- (Withdrawn) *Issuer not cooperating
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	4.60	ACUITE A4+ (Withdrawn) *Issuer not cooperating
Proposed bank facility	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE BB- (Withdrawn) *Issuer not cooperating

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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