

Press Release

People's Action for Transformation

March 03, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	50.00	ACUITE BB Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	50.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

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

Rating Rationale

Acuité has reaffirmed the long-term rating of 'ACUITE BB' (read as ACUITE double B) on the Rs.50.00 Cr. bank facilities of People's Action for Transformation Trust (PAT). The rating is flagged as 'Issuer not cooperating' and is based on the best available information.

About the trust

Tamil Nadu-based, PAT is a Non-governmental Organisation on-Micro Finance Institution (NGO-MFI) registered with Indian Trust Act in 1997 and also a member of Sa-dhan, since 2007. It is promoted by Mr. Stephen Francis Xavier. The trust is engaged in micro financing activities since 2003 and its micro finance activities are directed to the benefit of women groups/individual for enhancement of their livelihoods. As of March 31, 2020, PAT has a network of sixteen branches spread across eleven districts of Tamil Nadu.

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 the due date. Acuité believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with an 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 Acuité's policies.

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.

Rating Sensitivities

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Non-Banking Financing Entities: <https://www.acuite.in/view-rating-criteria-44.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
11 Dec 2020	Term Loan	Long Term	0.17	ACUITE BB (Downgraded and Withdrawn)
	Proposed Bank Facility	Long Term	42.08	ACUITE BB Stable (Downgraded from ACUITE BB+ Stable)
	Term Loan	Long Term	0.35	ACUITE BB (Downgraded and Withdrawn)
	Term Loan	Long Term	1.27	ACUITE BB Stable (Downgraded from ACUITE BB+ Stable)
	Term Loan	Long Term	1.17	ACUITE BB (Downgraded and Withdrawn)
	Term Loan	Long Term	0.27	ACUITE BB Stable (Downgraded from ACUITE BB+ Stable)
	Term Loan	Long Term	2.27	ACUITE BB Stable (Downgraded from ACUITE BB+ Stable)
	Term Loan	Long Term	1.86	ACUITE BB (Downgraded and Withdrawn)
	Term Loan	Long Term	3.08	ACUITE BB Stable (Downgraded from ACUITE BB+ Stable)
	Term Loan	Long Term	0.33	ACUITE BB (Downgraded and Withdrawn)
	Term Loan	Long Term	5.09	ACUITE BB (Downgraded and Withdrawn)
	Term Loan	Long Term	1.03	ACUITE BB Stable (Downgraded from ACUITE BB+ Stable)
	Term Loan	Long Term	1.81	ACUITE BB (Downgraded and Withdrawn)
	Term Loan	Long Term	1.94	ACUITE BB (Downgraded and Withdrawn)
	Term Loan	Long Term	1.48	ACUITE BB (Downgraded and Withdrawn)
16 Sep 2019	Term Loan	Long Term	1.17	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	0.17	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	2.45	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	4.00	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	1.81	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	1.48	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	0.35	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	1.88	ACUITE BB+ Stable (Assigned)
	Proposed Bank Facility	Long Term	21.82	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	4.50	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	1.15	ACUITE BB+ Stable (Assigned)
		Long		

	Term Loan	Term	1.94	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	0.33	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	1.86	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	5.09	ACUITE BB+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	42.08	ACUITE BB Reaffirmed Issuer not co-operating*
Indian Bank	Not Applicable	Term Loan	Not available	Not available	Not available	1.27	ACUITE BB Reaffirmed Issuer not co-operating*
Indian Overseas Bank	Not Applicable	Term Loan	Not available	Not available	Not available	3.08	ACUITE BB Reaffirmed Issuer not co-operating*
Ananya Finance For Inclusive Growth Private Ltd.	Not Applicable	Term Loan	Not available	Not available	Not available	2.27	ACUITE BB Reaffirmed Issuer not co-operating*
UCO Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.27	ACUITE BB Reaffirmed Issuer not co-operating*
Union Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	1.03	ACUITE BB Reaffirmed Issuer not co-operating*

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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 8,850 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 Kanjurmarg, Mumbai.

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