

## Press Release

Unacco Financial Services Private Limited

September 29, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	33.00	ACUITE D   Reaffirmed   Issuer not co-operating*	-
Bank Loan Ratings	57.00	ACUITE C   Reaffirmed   Issuer not co-operating*	-
<b>Total Outstanding Quantum (Rs. Cr)</b>	90.00	-	-
<b>Total Withdrawn Quantum (Rs. Cr)</b>	0.00	-	-

### Rating Rationale

Acuite has reaffirmed the long term rating to 'ACUITE D' (read as ACUITE D) on the Rs 33.00 Cr bank facilities of Unacco Financial Services Private Limited (UFSPL). The rating is flagged as "issuer not co-operating" and is based on best available information.

Acuite has reaffirmed the long term rating to 'ACUITE C' (read as ACUITE C) on the Rs.57.00 crore bank facilities of Unacco Financial Services Private Limited (UFSPL). The rating is flagged as "issuer not co-operating" and is based on best available information.

### About the Company

Assam based, Unacco Financial Services Private Limited (UFSPL) was incorporated in 1992 as a Non-Deposit taking Non-Banking Finance Company-Micro Finance Institution (NBFC-MFI). UFSPL provides microcredit, through joint liability group (JLG) model, as a source of financial services for small entrepreneurs and small businesses where access to banking and related services are lacking. UFSPL is head quartered in Guwahati, Assam. The company has its operations spread across 53 branches in Assam, Mizoram, Tripura, West Bengal, Manipur, Meghalaya, Arunachal Pradesh and Sikkim. The company is currently directed by N. Irabanta Singh.

### 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. Acuite believes that information risk is a critical component in such ratings, and non cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is flagged as "Issuer notcooperating", 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

### **Other Factors affecting Rating**

Not Applicable

### **Key Financials:**

Particulars	Unit	FY22(Actual)	FY21 (Actual)
Total Assets	Rs Cr	78.61	104.59
Total Income	Rs Cr	6.15	10.13
PAT	Rs Cr	0.17	0.02
Net Worth	Rs Cr	27.95	27.77
Return on Average Assets (RoAA)	(%)	0.19	0.02
Return on Average Net worth (RoNW)	(%)	0.63	0.07
Debt/Equity	Times	1.61	2.55
Gross NPA	(%)	NA	NA
Net NPA	(%)	NA	NA

\*Total income equals to Net Interest Income plus other income.

### **Status of non-cooperation with previous CRA**

Crisil, vide its press release dated July 09, 2021 had reaffirmed the rating of Unacco Financial Services Private Limited to 'CRISIL D; ISSUER NOT COOPERATING'.

Brickworks, vide its press release dated July 14, 2022 had reaffirmed the rating of Unacco Financial Services Private Limited to 'BWR D; ISSUER NOT COOPERATING'.

### **Any other information**

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups

### **Applicable Criteria**

- Banks And Financial Institutions: <https://www.acuite.in/view-rating-criteria-45.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Non-Banking Financing Entities: <https://www.acuite.in/view-rating-criteria-44.htm>

**Note on Complexity Levels of the Rated Instrument**  
<https://www.acuite.in/view-rating-criteria-55.htm>

**Rating History**

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
01 Jul 2021	Term Loan	Long Term	5.10	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	1.00	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	0.58	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	2.36	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	2.24	ACUITE C (Downgraded from ACUITE BB   Stable)
	Proposed Bank Facility	Long Term	1.96	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	1.86	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	0.30	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	0.24	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	2.50	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	1.89	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	7.06	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	0.83	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	2.04	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	1.00	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	8.00	ACUITE D (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	5.72	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	1.15	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	3.29	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	3.49	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	2.33	ACUITE C (Downgraded from ACUITE BB   Stable)
Term Loan	Long Term	4.70	ACUITE C (Downgraded from ACUITE BB   Stable)	
Term Loan	Long Term	15.00	ACUITE D (Downgraded from ACUITE BB   Stable)	
Term Loan	Long Term	0.61	ACUITE C (Downgraded from ACUITE BB   Stable)	

	Term Loan	Long Term	3.19	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	0.83	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long		ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Term	0.73	ACUITE C (Downgraded from ACUITE BB   Stable)
	Term Loan	Long Term	10.00	ACUITE D (Downgraded from ACUITE BB   Stable)
15 Jan 2021	Term Loan	Long Term	1.00	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	3.29	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	10.00	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	0.24	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	1.86	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	2.04	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	0.83	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	8.00	ACUITE BB   Stable (Assigned)
	Proposed Bank Facility	Long Term	1.96	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	15.00	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	0.61	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	0.73	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	2.50	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	1.00	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	4.70	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	3.49	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	2.24	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	0.30	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	0.83	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	5.10	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	2.33	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	1.89	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	5.72	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	1.15	ACUITE BB   Stable (Assigned)

	Term Loan	Long Term	0.58	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	7.06	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	2.36	ACUITE BB   Stable (Assigned)
	Term Loan	Long Term	3.19	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 Bank Facility	Not Applicable	Not Applicable	Not Applicable	1.96	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	03-10-2018	Not available	27-02-2022	0.58	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	01-07-2019	Not available	17-07-2022	4.70	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	01-07-2019	Not available	11-02-2023	0.83	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	05-10-2017	Not available	13-04-2021	0.30	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	05-10-2017	Not available	21-02-2021	0.24	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	05-10-2017	Not available	13-03-2021	0.61	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	03-10-2018	Not available	27-02-2022	0.73	ACUITE C   Reaffirmed   Issuer not co- operating*
State Bank of India	Not Applicable	Term Loan	22-10-2018	Not available	29-08-2021	2.24	ACUITE C   Reaffirmed   Issuer not co-

							operating*
IDBI Bank Ltd.	Not Applicable	Term Loan	30-11-2018	Not available	30-01-2021	2.04	ACUITE C   Reaffirmed   Issuer not co- operating*
Small Industries Development Bank of India	Not Applicable	Term Loan	07-03-2019	Not available	25-03-2022	8.00	ACUITE D   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	03-10-2018	Not available	28-06-2022	1.15	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	01-07-2019	Not available	11-02-2023	0.83	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	10-03-2019	Not available	19-03-2022	3.49	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	01-07-2019	Not available	29-08-2022	2.50	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	Not available	Not available	Not available	1.00	ACUITE C   Reaffirmed   Issuer not co- operating*
North Eastern Development Finance Corporation Ltd.	Not Applicable	Term Loan	01-07-2019	Not available	23-12-2022	1.89	ACUITE C   Reaffirmed   Issuer not co- operating*
MANAVEEYA DEVELOPMENT AND FINANCE PRIVATE LIMITED	Not Applicable	Term Loan	19-03-2019	Not available	15-03-2022	7.06	ACUITE C   Reaffirmed   Issuer not co- operating*
							ACUITE C 

Jain Sons Finlease Ltd.	Not Applicable	Term Loan	28-01-2019	Not available	28-02-2021	3.29	Reaffirmed   Issuer not co-operating*
IDFC First Bank Limited	Not Applicable	Term Loan	22-02-2018	Not available	09-03-2023	15.00	ACUITE D   Reaffirmed   Issuer not co-operating*
IDFC First Bank Limited	Not Applicable	Term Loan	08-06-2018	Not available	26-06-2023	10.00	ACUITE D   Reaffirmed   Issuer not co-operating*
Habitat Micro Build India Housing Finance Company Pvt. Ltd.	Not Applicable	Term Loan	29-03-2018	Not available	18-04-2021	1.00	ACUITE C   Reaffirmed   Issuer not co-operating*
Arohan Financial Services (P) Ltd.	Not Applicable	Term Loan	24-09-2018	Not available	27-09-2021	5.72	ACUITE C   Reaffirmed   Issuer not co-operating*
Bandhan Bank	Not Applicable	Term Loan	18-09-2019	Not available	21-09-2021	5.10	ACUITE C   Reaffirmed   Issuer not co-operating*
Grameen Inpact Investment	Not Applicable	Term Loan	11-06-2019	Not available	17-06-2021	2.33	ACUITE C   Reaffirmed   Issuer not co-operating*
Incred Capital Financial Services Private Ltd.	Not Applicable	Term Loan	03-07-2019	Not available	17-04-2021	3.19	ACUITE C   Reaffirmed   Issuer not co-operating*
Annapurna Microfinance Private Ltd.	Not Applicable	Term Loan	01-10-2019	Not available	11-07-2021	2.36	ACUITE C   Reaffirmed   Issuer not co-operating*
Micro Units Development and Refinance Agency bank (MUDRA)	Not Applicable	Term Loan	06-09-2019	Not available	13-11-2022	1.86	ACUITE C   Reaffirmed   Issuer not co-





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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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