

Press Release

VIHAN ENTERPRISES PRIVATE LIMITED
September 16, 2024



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Ra
Bank Loan Ratings	139.00	ACUITE C Downgraded Issuer not co-operating*	-
Bank Loan Ratings	15.00	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	154.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to 'ACUITE C' (read as ACUITE C) from 'ACUITE B' (read as ACUITE B) and reaffirmed the short-term rating to 'ACUITE A4' (read as ACUITE A Four) on Rs.154.00 crore bank facilities of Vihan Enterprises Private limited.

The rating continues to be flagged as "Issuer Not Co-operating" and is based on the best available information.

The downgrade is based on recent delays in debt servicing being reflected in the Credit Information Bureau Report and other publicly available information.

About the Company

M/s. Vihan Enterprises Private Limited is a Private Limited Company incorporated on 01 December 2010 under the Companies Act, 1956. The Registered Office is situated at A-207, Pallavi Nagar near Danapani Restaurant, Bawadiya Kalan Huzur BHOPAL, MP. 462026. Vihan Enterprises Private Limited. has been allocated 20.825 Hectares (Approx. 208,250 Square Meters) Industrial Land from MPSIDC on 99 Years Perpetual Lease at Village Bansapur, Tehasil Budhni, District Sehore to build the new units and is ready to start the construction of the buildings. However, the company is going to diversify its business into sell, buy, refine and deal in kind of agriculture and vegetable produce. The company managed by Mrs. Swati Dubey and Mr. Ram Krishna Dubey.

Unsupported Rating

Not Applicable

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 the due date. 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, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies

Limitation regarding information availability:

The rating is based on information available from sources other than the issuer/borrower. Acuite endeavored 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.

Rating Sensitivity

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

Liquidity Position

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

Outlook: Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	10.78	17.48
PAT	Rs. Cr.	(0.52)	0.56
PAT Margin	(%)	(4.81)	3.22
Total Debt/Tangible Net Worth	Times	1.83	1.79
PBDIT/Interest	Times	0.41	231.58

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
07 Jun 2024	Term Loan	Long Term	87.00	ACUITE B (Reaffirmed & Issuer not co-operating*)
	Cash Credit	Long Term	37.00	ACUITE B (Reaffirmed & Issuer not co-operating*)
	Packing Credit	Long Term	15.00	ACUITE B (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee (BLR)	Short Term	15.00	ACUITE A4 (Reaffirmed & Issuer not co-operating*)
14 Mar 2023	Term Loan	Long Term	87.00	ACUITE B Stable (Assigned)
	Cash Credit	Long Term	37.00	ACUITE B Stable (Assigned)
	Packing Credit	Long Term	15.00	ACUITE B Stable (Assigned)
	Bank Guarantee (BLR)	Short Term	15.00	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Union Bank of India	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	15.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	37.00	ACUITE C Downgraded Issuer not co-operating* (from ACUITE B)
Union Bank of India	Not avl. / Not appl.	Packing Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	15.00	ACUITE C Downgraded Issuer not co-operating* (from ACUITE B)
Union Bank of India	Not avl. / Not appl.	Term Loan	14 Mar 2024	Not avl. / Not appl.	06 Mar 2025	Simple	87.00	ACUITE C Downgraded Issuer not co-operating* (from ACUITE B)

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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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