

Press Release

Vahini Irrigation Private Limited

May 13, 2020

Rating Update



Total Bank Facilities Rated#	Rs. 88.00 Cr.
Long Term Rating	ACUITE B+ Withdrawn; Issuer not co-operating*
Short Term Rating	ACUITE A4 Withdrawn; Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has withdrawn the long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 88.00 crore bank facilities of Vahini Irrigation Private Limited (VIPL). This rating is now withdrawn, indicative and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

The day-to-day operations are managed by the proprietor. VIPL, incorporated in 1999, is a Karnataka-based company engaged in the manufacture of PVC pipes and drip irrigation equipments. The company has installed capacity of 9,600 metric tonnes per annum for PVC pipes.

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.

Applicable Criteria

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

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)

Not applicable

Any other information

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

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
17-Apr-2019	Cash Credit	Long Term	6.40	ACUITE B+ (Indicative)
	Term Loan	Long Term	4.17	ACUITE B+ (Indicative)
	Term Loan	Long Term	40.00	ACUITE B+ (Indicative)
	Proposed Cash Credit	Long Term	17.60	ACUITE B+ (Indicative)
	Letter of Credit	Short Term	5.50	ACUITE A4 (Indicative)
	Proposed Letter of Credit	Short Term	14.33	ACUITE A4 (Reaffirmed)
12-Jan-2018	Cash Credit	Long Term	6.40	ACUITE B+ (Indicative)
	Term Loan	Long Term	4.17	ACUITE B+ (Indicative)
	Term Loan	Long Term	40.00	ACUITE B+ (Indicative)
	Proposed Cash Credit	Long Term	17.60	ACUITE B+ (Indicative)
	Letter of Credit	Short Term	5.50	ACUITE A4 (Indicative)
19-Oct-2016	Cash Credit	Long Term	6.40	ACUITE B+ /Stable (Assigned)
	Term Loan	Long Term	44.17	ACUITE B+ /Stable (Assigned)
	Letter of Credit	Short Term	5.50	ACUITE A4 (Assigned)
	Proposed Cash Credit	Long Term	17.60	ACUITE B+ /Stable (Assigned)
	Proposed Letter of Credit	Short Term	14.33	ACUITE A4 (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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.40	ACUITE B+ Withdrawn; Issuer not cooperating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	4.17	ACUITE B+ Withdrawn; Issuer not cooperating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	40.00	ACUITE B+ Withdrawn; Issuer not cooperating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	17.60	ACUITE B+ Withdrawn; Issuer not cooperating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE A4 Withdrawn; Issuer not cooperating*
Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	14.33	ACUITE A4 Withdrawn; Issuer not cooperating*

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

Contacts

Analytical	Rating Desk
<p>Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in</p> <p>Disha N. Parmar Analyst - Rating Operations Tel: 022-49294054 Disha.parmar@acuite.in</p>	<p>Varsha Bist Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in</p>

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.