



## Rating Rationale

### V. Ponnusamy Educational & Charitable Trust

04 May 2021

Brickwork Ratings has reaffirmed the Rating for the Bank Loan facilities of ₹ 4.88 Crore of V. Ponnusamy Educational & Charitable Trust based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

#### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (Mar 2020)	Present
Fund based	4.88	4.88	Long Term	BWR C Downgraded Issuer Not Cooperating*	<b>BWR C Reaffirmed Issuer Not Cooperating*</b>
<b>Total</b>	4.88	<b>4.88</b>	<b>₹ Four Crores and Eighty Eight Lakhs Only</b>		

\*Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings  
Issuer did not co-operate; based on best available information

#### Nature of Non-co-operation:

The rating was due for a review in Mar 2021. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information/ NDS (No Default Statements) from the trust on a regular basis, BWR is unable to assess the trust's financial performance and its ability to service its debt and maintain a valid rating.

Hence, on account of inadequate information and lack of management cooperation, Brickworks Ratings has reaffirmed the rating to BWR C and categorized the ratings as "Issuer Not Cooperating".

#### Limitations of the rating:

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should, therefore, take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of the information required for a review of the rating.



**About the Company (Information as available in Dec 2015)**

V. Ponnusamy Educational & Charitable Trust was established in September 1999 by Dr. P. Selvaraj (B.V.Sc), pioneer in poultry industry in Tamil Nadu. The board of trustees comprise of family members of Dr P. Selvaraj. Commencing with a higher secondary school, the activities of the trust was expanded to establish Arts & Science college, Teacher training institutes, Physical Education college & an Engineering college in the year 2006-07.

**Rating History for the last three years (including withdrawn/suspended ratings)**

S. No	Instrument /Facility	Current Rating (2021)			Rating History		
		Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating^	16Mar2020	2019	2018
1.	Fund Based	Long Term	4.88	<b>BWR C Reaffirmed Issuer Not Cooperating*</b>	<b>BWR C Downgraded Issuer Not Cooperating*</b>	-	-
<b>Total</b>			<b>4.88</b>	<b>₹ Four Crores and Eighty Eight Lakhs Only</b>			

^Issuer did not co-operate; based on best available information

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

**Hyperlink/Reference to applicable Criteria**

- [General Criteria](#)
- [What Constitutes Non-Cooperation](#)

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