



Rating Rationale

Vasmo Agro Nutri Product Private Limited

29 Mar 2019

Brickwork Ratings has reviewed the rating for the bank loan facilities of Rs. 37.27 Crore of Vasmo Agro Nutri Product Private Limited, based on best available information, as the issuer did not cooperate. Accordingly the ratings for the said bank loan facilities are revised to BWR D and migrated to ISSUER NOT COOPERATING* category.

Particulars

Facilities [#]	(Rs. Crs)		Tenure	Rating ¹	
	Previous	Present		Previous	Present
Term Loan	3.27	3.27	Long Term	BWR BB+ (Pronounced as BWR Double B Plus) Outlook: Stable	BWR D ISSUER NOT COOPERATING* (Pronounced as BWR D) Downgraded and migrated to Issuer Not Cooperating* category
OCC	34.00	34.00			
ILC/FLC/Buyer's Credit	(18.00)	(18.00)	Short Term	BWR A4 (Pronounced as BWR A Four)	
Total	37.27 #	Rs.37.27 Crore (Rupees Thirty Seven Crore and Twenty Seven Lakhs Only)			

¹ Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

*Issuer did not cooperate; Based on best available information ; Annexure I shows details of credit facilities

#As per information furnished to BWR at the time of the initial rating.

Ratings revised and migrated to ISSUER NOT COOPERATING* category

Nature of Non Cooperation:

The rating was due for a review in Oct 2016. BWR had taken up with the Company to provide required information for conducting a review of the ratings. Despite the best efforts of BWR to get at least the minimum required information for a review, the Company had not provided the same. The rating was, therefore, migrated to the Rating not Reviewed category in Dec 2016. Due to the continued lack of management cooperation and in the absence of adequate information, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating. BWR has now received feedback from the company's banker that the said account is classified as Non-Performing Asset (NPA). National Company Law Tribunal [NCLT], Chennai Bench, vide its order dated 15 Mar 2019, has ordered the commencement of a Corporate Insolvency Resolution Process (CIRP) under Regulation 6 of the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016 in respect of Vasmo Agro Nutri Product Private Limited. NCLT has appointed Ms Subramanian Aneeta as Interim Resolution Professional and public announcement of the initiation of the CIRP was made on 19 Mar 2019. Hence, based on best available information and the continued non cooperation by



the company, BWR has revised the ratings to BWR D and migrated the ratings to Issuer Not Cooperating* category.

Limitations of the rating:

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

Analytical approach

For arriving at its ratings, BWR has applied its rating methodology as detailed in the Rating Criteria below (hyperlinks provided at the end of this rationale).

About the Company

Vasmo Agro Nutri Product Private Limited was incorporated in 2010 at Chennai, Tamil Nadu. The company was engaged in the processing of raw pulses and dal. No financial information has been submitted to Brickwork Ratings for the last three years.

Rating History for the last three years

Sl. No.	Facilities	Current Rating (2019)			Rating History		
		Type	Amount (Rs. Cr)	Rating	29-Dec-2016	01-Oct-2015	2014
1	Term Loan	Long Term	3.27	BWR D ISSUER NOT COOPERATING* <i>(Pronounced as BWR D) Downgraded and migrated to Issuer Not Cooperating* category</i>	Rating Not Reviewed	BWR BB+ (Pronounced as BWR Double B Plus) (Outlook: Stable)	-
2	OCC		34.00				
3	ILC/FLC/Buyer's Credit	Short Term	(18.00)			BWR A4 (Pronounced as BWR A four)	-
Total			Rs. 37.27 Crore # (Rupees Thirty Seven Crore and Twenty Seven Lakhs)				

* Issuer did not cooperate; Based on best available information ; # As per information furnished to BWR in 2015

Status of Non-Cooperation with other CRA: Not Applicable

Any other information: Not Applicable



Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)
- [Manufacturing Companies](#)
- [Short Term Debt](#)
- [Default Recognition and Default Curing Period](#)

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Annexure I

**Vasmo Agro Nutri Product Private Limited
Chennai, Tamil Nadu**

Bank*	Facilities	Tenure	Facility Type	Amount (Rs. Cr)
Karur Vysya Bank, Chennai Main Branch	Term Loan	Long Term	Fund Based	3.27
	OCC			34.00
	ILC/FLC/Buyer's Credit	Short Term	Non Fund Based	(18.00)
Total				37.27 **

** As per information furnished to BWR in Oct 2015



For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

DISCLAIMER

Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.