

January 11, 2021

Vadivel Pyrotechs Private Limited: Ratings Withdrawn

Summary of rating action

| Instrument* | Previous Rated Amount (Rs. crore) | Current Rated Amount (Rs. crore) | Rating Action |
|------------------------------------|-----------------------------------|----------------------------------|--|
| Long Term- Fund Based- Cash Credit | 15.00 | 15.00 | [ICRA]B+ (Stable); ISSUER NOT COOPERATING; Withdrawn |
| Total | 15.00 | 15.00 | |

*Instrument details are provided in [Annexure-1](#)

Rationale

The Long-term ratings assigned to Vadivel Pyrotechs Private Limited (VPPL) have been withdrawn at the request of the company and based on the No Due Certificate received from the banker, and in accordance with ICRA's policy on withdrawal and suspension. ICRA is withdrawing the rating and that it does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

Key rating drivers and their description

Key rating drivers have not been captured as the rating is being withdrawn.

Liquidity position

Not captured as the rating is being withdrawn.

Rating sensitivities

Not captured as the rating is being withdrawn.

Analytical approach

| Analytical Approach | Comments |
|---------------------------------|--|
| Applicable Rating Methodologies | Corporate Credit Rating Methodology ICRA Policy on Withdrawal and Suspension of Credit Rating |
| Parent/Group Support | Not Applicable |
| Consolidation/Standalone | Not Applicable |

The previous detailed rating rationale is available on the following link: [Click here](#)

About the company

VPPL is primarily engaged in manufacturing of fireworks. It sources raw materials indigenously and a majority of its customers are located in North India. It was formed in 2011, by consolidating the businesses of four entities managed by the promoter group. The Company, which has four manufacturing facilities in and around Sivakasi, has leased six more manufacturing facilities since April 2013 from the promoter group. The promoters of the company are Mr. V Arumugasamy and Mr. A Vasantha Vikash.

Key financial indicators: Not Applicable

Status of non-cooperation with previous CRA:

| CRA | Status | Date of release |
|-------------------|--|-----------------|
| CRISIL Ratings | CRISIL B+ (Stable)/A4; Issuer Not Co-operating | April 21, 2020 |
| Brickwork Ratings | BWR B+ (Stable); Downgraded & Migrated to Issuer Not Cooperating | June 4, 2020 |

Any other information: Not applicable

Rating history for past three years

All figures in Rs. Crores

| S. No. | Instrument | Current Rating (FY2021) | | | | Chronology of Rating History for the past 3 years | | |
|--------|------------------------|-------------------------|--------------|--------------------|--|---|---|---|
| | | Type | Amount Rated | Amount Outstanding | Date & Rating | Date & Rating in FY2020 | Date & Rating in FY2019 | Date & Rating in FY2018 |
| | | | | | 11-Jan-21 | | | |
| 1 | Fund Based-Cash Credit | Long Term | 15.00 | - | [ICRA]B+ (Stable); ISSUER NOT COOPERATING; Withdrawn | [ICRA]B+ (Stable); ISSUER NOT COOPERATING | [ICRA]B+ (Stable); ISSUER NOT COOPERATING | [ICRA]B+ (Stable); ISSUER NOT COOPERATING |

**Issuer did not cooperate; based on best available information*

Complexity level of the rated instrument

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website [click here](http://www.icra.in)

Annexure-1: Instrument details

| ISIN | Instrument Name | Date of Issuance / Sanction | Coupon Rate | Maturity Date | Amount Rated (Rs. crore) | Current Rating and Outlook |
|------|-------------------------|-----------------------------|-------------|---------------|--------------------------|--|
| NA | Fund based- Cash Credit | NA | NA | NA | 15.00 | [ICRA]B+ (Stable); ISSUER NOT COOPERATING; Withdrawn |

Source: Vadivel Pyrotechs Private Limited

Annexure-2: List of entities considered for consolidated analysis : Not applicable

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