

December 15, 2021

## V Care Seeds Private Limited: Ratings Withdrawn

### Summary of rating action

Instrument <sup>^</sup>	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term Fund Based Cash Credit	12.00	12.00	[ICRA]B+(Stable); Withdrawn
Long Term Term Loan	2.40	2.40	[ICRA]B+(Stable); Withdrawn
Short Term Non-Fund Based	1.00	1.00	[ICRA]A4; Withdrawn
Long Term/Short Term Unallocated	3.60	3.60	[ICRA]B+(Stable)/A4; Withdrawn
<b>Total</b>	<b>19.00</b>	<b>19.00</b>	

<sup>^</sup>Instrument details are provided in Annexure-1

### Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of **V care Seeds Private Limited** based on the No Objection Certificate from the Banker and in accordance with ICRA's policy on withdrawal and suspension. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The Key Rating Drivers, Liquidity Position, Rating Sensitivities, and the related instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click Here](#)

### Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">ICRA Policy on Withdrawal and Suspension of Credit Ratings</a> <a href="#">Corporate Credit Rating Methodology</a>
Parent/Group Support	NA
Consolidation/Standalone	NA

### About the company

VCSPL was incorporated in 2009 by Mr. D. Koti Swamy (Managing Director) and his brother Mr. D. Venkata Rao. The company is into the business of commercial processing of seeds primarily soya beans, ground nut, red gram and Bengal gram. VCSPL has a seed processing capacity of 2,000 quintal per day.

## Key financial indicators

	FY2019	FY2020*
Operating Income (Rs. crore)	58.00	97.41
PAT (Rs. crore)	1.07	2.58
OPBDIT/OI (%)	4.28%	4.45%
PAT/OI(%)	1.84%	2.64%
Total Outside Liabilities/Tangible Net Worth (times)	2.72	1.83
Total Debt/OPBDIT (times)	6.72	3.83
Interest Coverage (times)	1.86	2.55

\*provisional; source: VCSPL

## Status of non-cooperation with previous CRA: Not Applicable

## Any other information: None

## Rating history for past three years

	Instrument	Current Rating (FY2022)				Chronology of Rating History for the past 3 years		
		Type	Amount Rated (Rs. crore)	Amount Outstanding	Date & Rating in	Date & Rating in 2021	Date & Rating in 2020	Date & Rating in 2019
					December 15, 2021	October 29, 2020	October 4, 2019	August 24, 2018
1	Cash Credit	Long - term	12.00	-	[ICRA]B+(Stable); Withdrawn	[ICRA]B+(Stable)	[ICRA]B+(Stable)	[ICRA]BB-(Stable)
2	Term Loan	Long - term	2.40	-	[ICRA]B+(Stable); Withdrawn	[ICRA]B+(Stable)	-	-
3	WHRL Loan	Short - term	0.00	-	-	-	[ICRA]A4	[ICRA]A4
4	Bank Guarantee	Short - term	1.00	-	[ICRA]A4; Withdrawn	[ICRA]A4	[ICRA]A4	[ICRA]A4
5	Unallocated	Long - term/Short Term	3.60	-	[ICRA]B+(Stable)/A4; Withdrawn	[ICRA]B+(Stable)/A4	[ICRA]B+(Stable)/A4	[ICRA]BB-(Stable)/A4

## Complexity level of the rated instrument

Instrument	Complexity Indicator
Long Term Fund Based Cash Credit	Simple
Long Term- Term Loan	Simple
Short Term – Non-Fund Based	Very Simple
Long Term/Short Term- Unallocated	Not Applicable

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: [www.icra.in](http://www.icra.in)

### Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Cash Credit	NA	10.60%	NA	12.00	[ICRA]B+(Stable); Withdrawn
NA	Term Loan	June 2020	8.20%	June 2024	2.40	[ICRA]B+(Stable); Withdrawn
NA	Bank Guarantee	NA	NA	NA	1.00	[ICRA]A4; Withdrawn
NA	Unallocated	NA	NA	NA	3.60	[ICRA]B+(Stable)/A4; Withdrawn

Source: V care Seeds Private Limited

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

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### Branches



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