



## Press Release

### Visag Biofuels Private Limited (VBPL)

March 24, 2025

#### Ratings:

Instrument/ Facility	Amount (Rs. Crores)	Current Rating	Previous Rating	Rating Action	<a href="#">Complexity Indicator</a>
Long Term Bank Facilities	150.63	IVR BB+/Negative; INC* (IVR Double B Plus with Negative Outlook; Issuer Not Cooperating*)	IVR BBB-/ Stable (IVR Triple B Minus with stable outlook)	Rating downgraded, moved to Issuer Not Cooperating and Outlook revised.	<a href="#">Simple</a>
Short Term Bank Facilities	10.00	IVR A4+; INC* (IVR A Four Plus; Issuer Not Cooperating*)	IVR A3 (IVR A Three)	Rating downgraded and moved to Issuer Not Cooperating.	<a href="#">Simple</a>
<b>Total</b>	<b>160.63</b>	<b>(Rupees One hundred sixty crores and sixty-three lakh only)</b>			

*\*Issuer did not cooperate; Based on best available information*

**Details of Facilities are in Annexure 1. Facility wise lender details are at Annexure 2.  
Detailed explanation of covenants is at Annexure 3.**

#### Ratings

The aforesaid long-term rating has been downgraded, outlook has been revised from Stable to Negative, short-term rating has been downgraded and has been moved under 'ISSUER NOT COOPERATING' category due to non-submission of information and lack of management cooperation.

#### Detailed Rationale

The aforesaid rating action to the bank facilities of Visag Biofuels Private Limited (VBPL) reflects lack of adequate information available about the performance of the company and hence the uncertainty around its credit risk. Infomerics Ratings assesses whether the information available about the entity is commensurate with its rating and reviews the same



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as per its policy. Infomerics Ratings has rated the bank loan facilities of Visag Biofuels Private Limited (VBPL) in January 2024. Despite close follow up through telephone calls and mails dated February 13, 2025, February 20, 2025, February 25, 2025, February 28, 2025, March 3, 2025, March 4, 2025, and concurrently over multiple phone calls for submission of required information for review and failure to submit minimum required information for a review is considered as an act of non-cooperation. In the absence of adequate information from the company, Infomerics Ratings is unable to assess the company's financial performance and its ability to service its debt and maintain a valid rating. Accordingly, the lenders, investors and other users of this rating are requested to exercise adequate caution while using this rating as this rating may not adequately reflect the current credit risk profile of the Company. Based upon the same Infomerics Ratings has downgraded the long-term rating to IVR BB+/Negative; ISSUER NOT COOPERATING and short-term bank facilities to 'IVR A4+ / ISSUER NOT COOPERATING.

### **Non-Cooperation by Issuer:**

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics Ratings has to assign the rating based on best available information Visag Biofuels Private Limited (VBPL), aggregating to Rs. 160.63 crore have been moved to 'ISSUER NOT COOPERATING' category. The rating is now denoted as IVR BB+/Negative; ISSUER NOT COOPERATING and IVR A4+; ISSUER NOT COOPERATING.

**Analytical Approach:** Standalone

### **Applicable Criteria:**

[Rating Methodology for Manufacturing Companies](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\)](#)

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Complexity Level of Rated Instruments/Facilities](#)

[Criteria for assigning Rating Outlook](#)

[Instrument/Facility wise Default Recognition & Post-Default Curing Period](#)

**Liquidity:** Unable to comment due to lack of adequate information



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### About the Company

VBPL was incorporated in 2021 in Balaghat district of Madhya Pradesh to set up ethanol plant with capacity of 130 KLPD Ethanol Plant based on grains for producing fuel ethanol from feedstock like Broken Rice (Kinky), Maize (corn), Bajra, Jowar, etc. However, plant got commissioned in August 2023 and started the production of biofuels such as ethanol & it's by-product such as CO<sub>2</sub>, CNG etc.

**Financials (Standalone):** Latest information not available

(Rs. Crore)

For the Year ended*/ As on	31-03-2022	31-03-2023
	Audited	Audited
Total Operating Income	0.00	0.00
EBIDTA	0.00	0.00
PAT	0.00	0.00
Total Debt	0.01	111.21
Tangible Net Worth	8.11	17.83
<b>Ratios</b>		
EBITDA Margin (%)	NM	NM
PAT Margin (%)	NM	NM
Overall Gearing Ratio (x)	0.00	0.00
Interest Coverage Ratio	0.00	0.00

\*Classification as per Infomerics` Standard (NM= Not Meaningful)

**Status of non-cooperation with previous CRA:** None

**Any other information:** Not Applicable

**Rating History for last three years:**

Sr. No.	Name of Instrument/ Facilities	Current Ratings (Year 2024-25)			Rating History for the past 3 years		
		Type	Amount outstanding (INR Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 (March 06, 2024)	Date(s) & Rating(s) assigned in 2022-23 (February 06, 2023)	Date(s) & Rating(s) assigned in 2021-2022
1.	Long Term Bank facilities	LT	3.00	IVR BB+/ Negative; INC	IVR BBB-/ Stable	IVR BBB-/ Stable	-
2.	Short Term Bank facilities	ST	25.00	IVR A4+; INC	IVR A3	-	-

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



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### About Infomerics:

Infomerics Valuation and Rating Ltd (Infomerics) [Formerly Infomerics Valuation and Rating Pvt. Ltd was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please visit [www.infomerics.com](http://www.infomerics.com).

**Disclaimer:** Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.



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### Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs Crore)	Rating Assigned/ Outlook
Cash Credit	--	--	-	25.00	IVR BB+/Negative; ISSUER NOT COOPERATING*
Term Loan	--	--	Dec 2031	125.63	IVR BB+/Negative; ISSUER NOT COOPERATING*
Bank Guarantee	-	-	-	10	IVR A4+ ISSUER NOT COOPERATING*

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

### Annexure 2: Facility wise lender details:

<https://www.infomerics.com/admin/prfiles/len-visag-biofuels-mar25.pdf>

**Annexure 3: Detailed explanation of covenants of the rated instrument/facilities:** Not Applicable

**Annexure 4: List of companies considered for consolidated analysis:** Not Applicable

**Note on complexity levels of the rated instrument:** Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at [www.infomerics.com](http://www.infomerics.com).