



## Press Release

### Vahini Irrigation Private Limited

**August 07<sup>th</sup>, 2025**

#### Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	<a href="#">Complexity Indicator</a>
Long Term Bank Facilities	55.24	IVR BBB-/Negative; *ISSUER NOT COOPERATING (IVR Triple B Minus with negative outlook ISSUER NOT COOPERATING)	IVR BBB/ Positive (IVR Triple B with Positive outlook)	Rating downgraded, outlook revised and migrated under Issuer not cooperating category*	<a href="#">Simple</a>
Short Term Bank Facilities	53.40	IVR A3 *ISSUER NOT COOPERATING (IVR A Three ISSUER NOT COOPERATING)	IVR A3+ (IVR A Three Plus)	Rating downgraded and migrated under Issuer not cooperating category*	<a href="#">Simple</a>
Long Term/Short Term Bank Facilities	27.00	IVR BBB-/Negative; *ISSUER NOT COOPERATING/IVR A3; ISSUER NOT COOPERATING (IVR Triple B Minus with negative outlook ISSUER NOT COOPERATING; IVR A Three ;ISSUER NOT COOPERATING)	IVR BBB/ Positive/ IVR A3+ (IVR Triple B with Positive outlook/ IVR A Three Plus)	Rating downgraded, outlook revised and migrated under Issuer not cooperating category*	<a href="#">Simple</a>
<b>Total</b>	<b>135.64</b>	<b>(Rupees One hundred thirty-five crore and sixty-four lakhs only)</b>			

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

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

#### Ratings

Infomerics Ratings has downgraded the long-term rating and the short-term rating, outlook revised and migrated under 'ISSUER NOT COOPERATING' category due to non-submission of information and lack of management cooperation.



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### **Detailed Rationale**

The aforesaid rating action to the bank facilities of Vahini Irrigation Private Limited 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 company is commensurate with its rating and reviews the same as per its policy. Infomerics Ratings has rated the bank loan facilities of Vahini Irrigation Private Limited in May 2024, and the rating was due for an annual review. Despite close follow up through telephone calls and emails dated May 12, 2025, May 27, 2025, June 04, 2025, June 09, 2025, June 20, 2025, June 25, 2025, June 26, 2025, June 30, 2025, July 01, 2025, July 02, 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 complete 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 BBB- with change in outlook from positive to negative & the short-term rating to IVR A3 and migrated under 'ISSUER NOT COOPERATING' category.

### **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 has to assign the rating based on the best available information. Accordingly, the long-term rating and short-term rating for the bank loan facilities aggregating to Rs. 135.64 Crore of Vahini Irrigation Private Limited have been downgraded and migrate under 'ISSUER NOT COOPERATING' category by Infomerics and the rating for the long-term be noted as IVR BBB-/Negative; ISSUER NOT COOPERATING and for the short-term be noted as IVR A3; ISSUER NOT COOPERATING by IVR based on best available information.

**Analytical Approach:** Standalone

**Applicable Criteria:**



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[Rating Methodology for Manufacturing Companies](#)

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

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

[Criteria for assigning Rating Outlook](#)

[Instrument/Facility wise Default Recognition](#)

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

**Liquidity** – Unable to comment due to lack of adequate information.

### **About the Company**

Vahini Irrigation Private Limited, incorporated in the year 1999 and engaged in the business of manufacturing PVC, HDPE, LDPE pipes and water tanks which are used in various departments of the irrigation industry. It is owned and managed by Mr Hemraj Sencha, Mr Annadhanaiah, Mrs Geetha Sencha, Mrs Rashmi Anand. The company, based in Tumkur, Karnataka, manufactures PVC/HDPE pipes and fittings and irrigation equipment. It is an ISO 9001:2008 company and the products conform to the Indian Standard Specification to ensure the quality. The company has developed a dealer and distributor network numbering in excess of 1000 all the while covering the entire state of Karnataka, Western Tamil Nadu and southern Andhra Pradesh. The company has incorporated state of the manufacturing facilities with the help of German Collaborated Technology with fully automated machines. The company started a new unit in 2016 with the increase of production capacity from 800MT to 2000MT including newer products like HDPE pipes and drain fittings.

### **Financials (Standalone):**

(Rs. Crore)

For the year ended / As on	31-03-2023 (Audited)	31-03-2024 (Audited)
Total Operating Income	378.31	569.52
EBITDA	14.80	51.67
PAT	1.78	26.04
Total Debt	94.45	75.19
Tangible Net worth	55.23	82.77
EBIDTA Margin (%)	3.91	9.07
PAT Margin (%)	0.47	4.55
Overall Gearing Ratio (x)	1.71	0.91
Interest Coverage (x)	1.47	4.90

\* Classification as per Infomerics' standards.



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

**Any other information:** Not Applicable

**Rating History for last three years:**

Sr. No.	Name of Security/Facilities	Current Ratings (Year 2025-2026)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2024-2025 (May 28, 2024)	Date(s) & Rating(s) assigned in 2023-24 (June 02, 2023)	Date(s) & Rating(s) assigned in 2022-23 (Nov 17, 2022)
1.	Long Term Bank Facilities	Long Term	55.24	IVR BBB-/Negative; *INC (IVR Triple B Minus with negative outlook ISSUER NOT COOPERATING)	IVR BBB/Positive (IVR Triple B with Positive outlook)	IVR BBB/Stable (IVR Triple B with Stable outlook) <b>(Apr 04, 2023)</b> IVR BBB/Stable (IVR Triple B with Stable outlook)	IVR BB+; *INC (IVR Double B Plus; Issuer Not Cooperating*)
2.	Short Term Bank Facilities	Short Term	53.40	IVR A3 *INC (IVR A Three ISSUER NOT COOPERATING)	IVR A3+ (IVR A Three plus)	IVR A3+ (IVR A Three Plus) <b>(Apr 04, 2023)</b> IVR A3+ (IVR A Three Plus)	IVR A4+; *INC (IVR A four plus; Issuer Not Cooperating)
3.	Long Term / Short term Bank Facilities	Long Term / Short term Bank Facilities	27.00**	IVR BBB-/Negative; *INC /IVR A3 *INC (IVR Triple B Minus with negative	IVR BBB/Positive (IVR Triple B with Positive outlook) / IVR A3+	-	-



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				outlook ISSUER NOT COOPERATING; IVR A Three ISSUER NOT COOPERATING)	(IVR A Three plus)		

*\* Issuer not cooperating; Based on best available information*

### Analytical Contacts:

Name: Vipin Jindal  
Tel: (011) 45579024  
Email: [vipin.jindal@infomerics.com](mailto:vipin.jindal@infomerics.com)

### 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.





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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 company 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.

### Annexure 1: Instrument/Facility Details

Name of Facility/ /Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term – Term Loan	-	-	-	FY26	2.00	IVR BBB- /Negative/INC*
Long Term – Term Loan	-	-	-	NA#	1.09	IVR BBB- /Negative /INC*
Long Term – Term Loan	-	-	-	NA#	2.15	IVR BBB- /Negative/INC*
Long Term – cash Credit	-	-	-	-	30.00	IVR BBB- /Negative/INC*
Long Term – cash Credit	-	-	-	-	20.00	IVR BBB- /Negative/INC
Short Term – Letter of Credit	-	-	-	-	20.00	IVR A3/INC
Short Term – Letter of Credit	-	-	-	-	22.00	IVR A3/INC*
Short Term – Letter of Credit (Proposed)	-	-	-	-	11.40	IVR A3/INC*



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Long Term / Short Term – Combined working Capital Limit	-	-	-	-	27.00	IVR BBB-/Negative/IVR A3/INC*
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*\*Issuer did not cooperate; Based on best available information*

*#Latest information regarding Maturity not available*

**Annexure 2: Facility wise lender details:**

<https://www.infomerics.com/admin/prfiles/le-vahini-irrigation-aug25.pdf>

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

**Annexure 4: List of companies considered for consolidated/Combined 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).

