

Press Release

Progression Infonet Private Limited (PIPL)

June 27, 2018



Rating Downgraded

Total Bank Facilities Rated	Rs. 10.50 Cr.#
Long Term Rating	ACUITE BB+ (Downgraded) Issuer not co-operating*
Short Term Rating	ACUITE A4+ (Downgraded) Issuer not co-operating*

#Refer Annexure for details

*The issuer did not co-operate; based on best available information.

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) and short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) and short term rating of '**ACUITE A3**' (read as **ACUITE A three**) on the Rs.10.50 crore bank facilities of PROGRESSION INFONET PRIVATE LIMITED (PIPL). This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower: Acuite has downgraded its rating on the bank facility of PROGRESSION INFONET PRIVATE LIMITED (PIPL). The downgrade of ratings is on account of absence of adequate information to enable Acuite to assess PIPL's ability to service its debt. Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Service Entities - <https://www.acuite.in/view-rating-criteria-8.htm>

Limitation regarding information availability: The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

PIPL incorporated in 1995 is a Delhi-based company promoted by Mr. J B Hooda and Mr. Rohit Luthra. The company provides IT infrastructure solutions, cloud services and system integrated services.

For FY2015-16, the company reported PAT of Rs.0.31 cr on operating income of Rs.55.48 cr as compared with PAT of Rs.0.30 cr on operating income of Rs.48.10 cr in FY2014-15. The net worth stood at Rs.7.72 cr as on March 31, 2016 against Rs.7.41 cr a year earlier.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
25-May-2017	Cash Credit	Long term	7.00	ACUITE BBB-/ Stable (Reaffirmed)
	Term Loan	Long term	2.00	ACUITE BBB-/ Stable (Reaffirmed)
	Bank Guarantee	Short term	1.50	ACUITE A3 (Reaffirmed)
9-January-2016	Cash Credit	Long term	6.00	ACUITE BBB-/ Stable (Assigned)
	Term Loan	Long term	2.50	ACUITE BBB-/ Stable (Assigned)
	Bank Guarantee	Short term	1.00	ACUITE A3 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE BB+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE A4+ Issuer not co-operating*

*The issuer did not co-operate; based on best available information.

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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