

## Press Release

### Progression Infonet Private Limited

January 07, 2020



#### Rating Update

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

# Refer Annexure for details

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

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

Incorporated in 1995, PIPL is a Delhi based company promoted by Mr. J B Hooda and Mr. Rohit Luthra. It provides IT infrastructure solutions, cloud services and system integrated services. Company is a channel partner of HP for selling of its products (mainly servers, networking equipment, power and cooling equipment). Apart from selling of hardware (mainly manufactured by HP), PIPL is also authorized to sell AMC, Care Pack (extended warranty) & Support Pack of HP, Oracle, VMware & Microsoft. In 2013, PIPL introduced cloud services; currently it operates and manages its own Data Centre.

#### Non-cooperation by the issuer/borrower

Acuité 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. Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Entities in Trading sector- <https://www.acuite.in/view-rating-criteria-61.htm>
- Entities in Service Sector - <https://www.acuite.in/view-rating-criteria-50.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). Acuité endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

#### About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

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

None

#### Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
22-Oct-2018	Cash Credit	Long Term	5.00	ACUITE BB/Stable (Downgraded)
	Term Loans	Long Term	3.43	ACUITE BB/Stable (Downgraded)
	Bank Guarantee	Short Term	2.00	ACUITE A4+ (Reaffirmed)
	Proposed Bank Facility	Long Term	0.07	ACUITE BB/Stable (Downgraded)
27-Jun-2018	Cash Credit	Long Term	7.00	ACUITE BB+ (Downgraded/Issuer not co-operating*)
	Term Loan	Long Term	2.00	ACUITE BB+ (Downgraded/Issuer not co-operating*)
	Bank Guarantee	Short Term	1.50	ACUITE A4+ (Downgraded/Issuer not co-operating*)
25-Mar-2017	Cash Credit	Long Term	7.00	ACUITE BBB- (Reaffirmed)
	Term Loan	Long Term	2.00	ACUITE BBB- (Reaffirmed)
	Bank Guarantee	Short Term	1.50	ACUITE A3 (Reaffirmed)

### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB- Downgraded/Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.43	ACUITE BB- Downgraded/Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+ Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.07	ACUITE BB- Downgraded/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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