

Press Release

Progression Infonet Private Limited

April 07, 2021



Rating Update

| | |
|-------------------------------------|---|
| Total Bank Facilities Rated* | Rs. 10.50 Cr.# |
| Long Term Rating | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| Short Term Rating | ACUITE A4 (Downgraded from 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 B+** (read as ACUITE B plus) from '**ACUITE BB-**' (read as ACUITE double B minus) and reviewed the short-term rating to '**ACUITE A4**' (read as ACUITE A four) from '**ACUITE A4+**' (read as ACUITE A four plus) on the Rs. 10.50 crore bank facilities of PROGRESSION INFONET PRIVATE LIMITED. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

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 the due date.

This rating continues to be 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>
- Trading sector Entities -<https://www.acuite.in/view-rating-criteria-61.htm>
- Service sector Entities- <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 endeavored 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.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite to comment upon."

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 (Up to last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr) | Ratings/Outlook |
|-------------|---------------------------------|------------|-----------------|---|
| 07-Jan-2020 | Cash Credit | Long Term | 5.00 | ACUITE BB- Issuer not co-operating* |
| | Term Loan | Long Term | 3.43 | ACUITE BB- Issuer not co-operating* |
| | Bank Guarantee | Short Term | 2.00 | ACUITE A4+ Issuer not co-operating* |
| | Proposed Bank Facility | Long Term | 0.07 | ACUITE BB- Issuer not co-operating* |
| 22-Oct-2018 | Cash Credit | Long Term | 5.00 | ACUITE BB/Stable (Downgraded) |
| | Term Loan | 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*) |

#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 | 5.00 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| Term Loan | Not Available | Not Applicable | Not Available | 3.43 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 2.00 | ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating* |
| Proposed Bank Facility | Not Applicable | Not Applicable | Not Applicable | 0.07 | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |

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

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research 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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