

Press Release

Scientific Security Management Services Private Limited (SSMSPL)

August 31, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 60.00 Cr.#
Long Term Rating	ACUITE BB+ Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuité has reviewed the long term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) to the above bank facilities of **Scientific Security Management Services Private Limited**. This rating is now an indicative rating and is based on best available information.

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.

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

Applicable Criteria

- Service Entities - <https://www.acuite.in/view-rating-criteria-6.htm>
- Application of Financial Ratios and Adjustments: <https://www.acuite.in/view-rating-criteria-20.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-17.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:

Scientific Security Management Services Private Limited (SSMSPL), incorporated in 1974, is a New Delhi-based company that provides manpower services (guards, housekeeping and security consultancy). The promoter, Mr. Sanjeev Paul, has around two decades of experience in the security and protection services industry.

For FY2016-17 (Provisional), SSMSPL reported Profit after Tax (PAT) of Rs.20.72 crore on operating income of Rs.235.99 crore as compared to net loss of Rs.10.71 crore on operating income of Rs.220.18 crore in FY2015-16 (audited). The net worth stood at Rs.50.10 crore as on 31 March, 2017 (Provisional) against Rs.29.37 crore a year earlier.

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

None

Any other information

Acuite 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
10-Oct-2017	Cash Credit	Long term	12.00	ACUITE BB+/ Stable (Downgraded)
	Term Loan	Long term	2.09	ACUITE BB+/ Stable (Downgraded)
	Working Capital Demand Loan	Long term	1.00	ACUITE BB+/ Stable (Downgraded)
	Proposed- Cash Credit	Long term	20.00	ACUITE BB+/ Stable (Downgraded)
	Proposed- Term Loan	Long term	14.76	ACUITE BB+/ Stable (Downgraded)
	Bank Guarantee	Short term	10.15	ACUITE A4+ (Downgraded)
11-Feb-2016	Cash Credit	Long term	12.00	ACUITE BBB-/ Stable (Assigned)
	Term Loan	Long term	3.52	ACUITE BBB-/ Stable (Assigned)
	Working Capital Demand Loan	Long term	1.00	ACUITE BBB-/ Stable (Assigned)
	Proposed- Cash Credit	Long term	20.00	ACUITE BBB-/ Stable (Assigned)
	Proposed- Term Loan	Long term	3.48	ACUITE BBB-/ Stable (Assigned)
	Bank Guarantee	Short term	20.00	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	12.00	ACUITE BB+ Issuer not co-operating*

Term Loan	Not Applicable	Not Applicable	Not Applicable	2.09	ACUITE BB+ Issuer not co-operating*
Working Capital Demand Loan	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB+ Issuer not co-operating*
Proposed- Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE BB+ Issuer not co-operating*
Proposed- Term Loan	Not Applicable	Not Applicable	Not Applicable	14.76	ACUITE BB+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	10.15	ACUITE A4+ Issuer not co-operating*

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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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