

Press Release

Scientific Security Management Services Private Limited

August 1, 2019



Rating Withdrawn

Total Bank Facilities Rated*	Rs. 60.00 Cr.
Long Term Rating	ACUITE BB+ Withdrawn
Short Term Rating	ACUITE A4+ Withdrawn

* Refer Annexure for details

Rating Rationale

Acuité has withdrawn the long-term rating of '**ACUITE BB+**' (**read as ACUITE double B plus**) and short-term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 60.00 crore bank facilities of SCIENTIFIC SECURITY MANAGEMENT SERVICES PRIVATE LIMITED (SSPL).

The rating has been withdrawn on account of request received from the company and NOC received from the banker.

Scientific Security Management Services Private Limited (SSPL), 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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-20.htm>
- Entities in Service Sector- <https://www.acuite.in/view-rating-criteria-8.htm>

About the Rated Entity - Key Financials

	Unit	FY19 (Provisional)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	146.03	159.65	235.99
EBITDA	Rs. Cr.	8.14	(6.88)	16.81
PAT	Rs. Cr.	(3.52)	(21.76)	20.72
EBITDA Margin	(%)	5.57	(4.31)	7.12
PAT Margin	(%)	(2.41)	(13.63)	8.78
ROCE	(%)	6.16	(21.31)	39.14
Total Debt/Tangible Net Worth	Times	3.71	1.73	0.81
PBDIT/Interest	Times	0.72	(2.24)	4.29
Total Debt/PBDIT	Times	11.03	(2.74)	1.16
Gross Current Assets (Days)	Days	128	133	179

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

Not Applicable

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)

Acuité Ratings & Research Limited (erstwhile SMERA Ratings Limited)

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Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
31-Aug-2018	Cash Credit	Long Term	12.00	ACUITE BB+ (Indicative)
	Term Loan	Long Term	2.09	ACUITE BB+ (Indicative)
	Working Capital Demand Loan	Long Term	1.00	ACUITE BB+ (Indicative)
	Proposed Cash Credit	Long Term	20.00	ACUITE BB+ (Indicative)
	Proposed Long Term Loan	Long Term	14.76	ACUITE BB+ (Indicative)
	Bank Guarantee	Short Term	10.15	ACUITE A4+ (Indicative)
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 Long 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 Long 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. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB+ (Withdrawn)
Term Loan	Not Applicable	Not Applicable	Not Applicable	2.09	ACUITE BB+ (Withdrawn)
Working Capital Demand Loan	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB+ (Withdrawn)
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE BB+ (Withdrawn)
Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	14.76	ACUITE BB+ (Withdrawn)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	10.15	ACUITE A4+ (Withdrawn)

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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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