

Press Release

Logicash Solutions Private Limited

October 19, 2021

Rating Updated



Total Bank Facilities Rated#	Rs.67.00 Cr.
Long Term Rating	ACUITE BB (Downgraded from 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

Acuite has downgraded the long-term rating to '**ACUITE BB**' (read as **ACUITE double B**) from '**ACUITE BB+**' (read as **ACUITE double B plus**) and reviewed the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.67.00 Cr. bank facilities of Logicash Solutions Private Limited (LSPL). The rating continues to be flagged as an 'Issuer Not-Cooperating' based on best available information.

About the Entity

Logicash Solutions Private Limited (LSPL) incorporated in 2010 and based out of Mumbai, LSPL is engaged in providing cash management services (CMS) to BFSI and retail sectors. The company is promoted by Mr. Paramjeet Sahi and family.

Non-cooperation by the issuer/borrower

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 the due date.

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

Applicable Criteria

- Default Recognition – <https://www.acuite.in/view-rating-criteria-52.htm>
- Service Sector Entities – <https://www.acuite.in/view-rating-criteria-50.htm>
- Financial Ratios And Adjustments – <https://www.acuite.in/view-rating-criteria-53.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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 has 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.

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Rating Sensitivities

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)

Not Applicable

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
04-Aug-2020	Cash Credit	Long Term	10.00	ACUITE BB+ (Downgraded & Indicative)
	Cash Credit	Long Term	5.00	ACUITE BB+ (Downgraded & Indicative)
	Cash Credit	Long Term	3.00	ACUITE BB+ (Downgraded & Indicative)
	Working Capital Demand Loan	Long Term	10.00	ACUITE BB+ (Downgraded & Indicative)
	Bills Discounting	Short Term	5.00	ACUITE A4+ (Downgraded & Indicative)
	Bank Guarantee	Short Term	34.00	ACUITE A4+ (Downgraded & Indicative)
13-May-2019	Cash Credit	Long Term	10.00	ACUITE A / Stable (Reaffirmed)
	Cash Credit	Long Term	5.00	ACUITE A / Stable (Reaffirmed)
	Cash Credit	Long Term	3.00	ACUITE A / Stable (Reaffirmed)
	Working Capital Demand Loan	Long Term	10.00	ACUITE A / Stable (Reaffirmed)
	Bills Discounting	Short Term	5.00	ACUITE A1 (Reaffirmed)
	Bank Guarantee	Short Term	34.00	ACUITE A1 (Reaffirmed)
24-Feb-2018	Cash Credit	Long Term	10.00	ACUITE A / Stable (Assigned)
	Cash Credit	Long Term	5.00	ACUITE A / Stable (Assigned)
	Cash Credit	Long Term	3.00	ACUITE A / Stable (Assigned)
	Working Capital Demand Loan	Long Term	10.00	ACUITE A / Stable (Assigned)
	Bills Discounting	Long Term	5.00	ACUITE A / Stable (Assigned)
	Bank Guarantee	Short Term	12.00	ACUITE A1 (Assigned)
	Bank Guarantee	Short Term	12.00	ACUITE A1 (Assigned)
	Bank Guarantee	Short Term	10.00	ACUITE A1 (Assigned)

#Annexure – Details of instruments rated

Lender Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
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Axis Bank	Cash Credit	Not Applicable	Not Available	Not Applicable	10.00 [^]	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
HDFC Bank	Cash Credit	Not Applicable	Not Available	Not Applicable	5.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
IDFC Bank	Cash Credit	Not Applicable	Not Available	Not Applicable	3.00 ^{^^}	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
TATA Capital Financial Services Limited	Working Capital Demand Loan	Not Available	Not Available	Not Available	10.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
TATA Capital Financial Services Limited	Bill Discounting	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Axis Bank	Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE A4+ Issuer not co-operating*
IDFC Bank	Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE A4+ Issuer not co-operating*
HDFC Bank	Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4+ Issuer not co-operating*

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

[^]One-way interchangeability from Cash Credit to Bank Guarantee to the tune of Rs. 7.00 Cr.

^{^^}Includes sub-limit of working capital demand loan to the tune of Rs. 3.00 Cr.

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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 8,850 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 Kanjurmarg, Mumbai.

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