

Press Release

PIMS Medical And Education Charitable Society

August 03, 2021

Rating Update



Total Bank Facilities Rated*	Rs.43.00 Cr. #
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB / Stable) 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.

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and the short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.43.00 Cr. bank facilities of PIMS Medical And Education Charitable Society (PIMS). The rating is now flagged as an 'Issuer Not-Cooperating' based on best available information.

About the Entity

Established in the year 1999 by the Punjab Government, PIMS is a Jalandhar, Punjab based medical college and hospital. The hospital commenced its operation in the year 2010. Subsequently, it was converted into a Public Private Partnership Society and was taken over by a professional board in 2013. Since 2011, the college has started operating.

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 No Default Statement despite repeated requests.

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

Not Applicable

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
02-Jul-2020	Secured Overdraft	Long Term	10.00	ACUITE BB / Stable (Upgraded)
	Term Loan	Long Term	1.90	ACUITE BB / Stable (Upgraded and Withdrawn)
	Proposed Secured Overdraft	Long Term	2.00	ACUITE BB / Stable (Upgraded)
	Bank Guarantee	Short Term	31.00	ACUITE A4+ (Upgraded)
25-Jun-2019	Secured Overdraft	Long Term	10.00	ACUITE B / Stable (Reaffirmed)
	Term Loan	Long Term	1.90	ACUITE B / Stable (Reaffirmed)
	Proposed Secured Overdraft	Long Term	6.30	ACUITE B / Stable (Reaffirmed)
	Bank Guarantee	Short Term	31.00	ACUITE A4 (Reaffirmed)
16-Apr-2018	Secured Overdraft	Long Term	10.00	ACUITE B / Stable (Assigned)
	Term Loan	Long Term	1.90	ACUITE B / Stable (Assigned)
	Proposed Secured Overdraft	Long Term	6.30	ACUITE A4 (Assigned)
	Bank Guarantee	Short Term	31.00	ACUITE A4 (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
Union Bank of India	Secured Overdraft	Not Applicable	Not Available	Not Applicable	10.00	ACUITE BB- (Downgraded from ACUITE BB / Stable) Issuer not co-operating*
Union Bank of India	Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	31.00	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*
Not Applicable	Proposed Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB- (Downgraded from ACUITE BB / Stable) Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
<p>Aditya Gupta Vice President – Corporate Ratings Tel: 022 – 49294041 aditya.gupta@acuite.in</p> <p>Aditya Sahu Analyst – Rating Operations Tel: 022 – 49294055 aditya.sahu@acuite.in</p>	<p>Varsha Bist Senior Manager – Rating Desk Tel: 022 – 49294011 rating.desk@acuite.in</p>

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 8,797 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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