



Press Release

Hansraj Memorial Education Society

March 11, 2020

Rating Withdrawn

Total Bank Facilities Rated*	Rs. 95.00 crore
Long Term Rating	ACUITE PROVISIONAL BB (Withdrawn; Issuer not co-operating)

* Refer Annexure for details

Rating Rationale

Acuite has withdrawn the long-term rating of '**ACUITE PROVISIONAL BB**' (read as **ACUITE Provisional Double B**) on the Rs. 95.00 crore bank facilities of HANSRAJ MEMORIAL EDUCATION SOCIETY (HMES).

The rating is withdrawn on account of request received from the company.

HMES was founded by Late Shri. Hans Raj Bhatia in 2002. The society operates 3 schools in Jalandhar (Punjab) offering KG to 12 standard education along with franchising its name to 8 schools through its Associate organization 'Learning Wings Education Systems'. The schools under the trust are known by the name of 'Cambridge International'. HMES is planning to establish a school in Mohali which will commence operations from Academic year 2019-2020. The society is managed by a panel of seven trustees with Mr. Ajay Bhatia as President.

Analytical Approach

Acuite has considered the standalone business and financial risk profile of HMES to arrive at the rating.

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 due date.

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

Applicable Criteria

- Entities in Service Sector- <https://www.acuite.in/view-rating-criteria-50.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). Acuite endeavored 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.

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

Not Applicable

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
January 03, 2019	Proposed Term Loans	Long-Term	65.00	ACUITE Provisional BB/ Stable (Assigned)
	Proposed Overdraft	Long-Term	25.00	ACUITE Provisional BB/ Stable (Assigned)
	Proposed Bank Facility	Long-Term	5.00	ACUITE Provisional BB/ Stable (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
Proposed Term Loans	Not applicable	Not applicable	Not applicable	65.00	ACUITE Provisional BB (Withdrawn; Issuer not co-operating*)
Proposed Overdraft	Not applicable	Not applicable	Not applicable	25.00	ACUITE Provisional BB (Withdrawn; Issuer not co-operating*)
Proposed Bank Facility	Not applicable	Not applicable	Not applicable	5.00	ACUITE Provisional BB (Withdrawn; Issuer not co-operating*)

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

Contacts

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About Acuite 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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