



## Press Release

Acme Excellent Management Private Limited

June 07, 2024

### Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	16.42	ACUITE BB   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	15.00	-	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	31.42	-	-

### 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 reaffirmed the short-term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 31.42 Cr. bank facilities of ACME Excellent Management Private Limited (AEMPL). The rating is now flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

### Rationale for downgrade

The company has not been submitting the NDS for past three months. The last NDS submitted for February 2024. Acuite continuously followed up with the client, however issuer remained non-cooperative.

### About the Company

Delhi based, Acme Excellent Management Private Limited (AEMPL) was incorporated in 2012. The company is engaged in providing facility management services such as cleaning and sanitation, housekeeping, security and surveillance etc. The company has reputed clientele and caters to companies such as Delhi Metro Rail Corporation Limited, Directorate of Education in Delhi, Lucknow Metro, to name a few. AEMPL acquires business through tenders, the duration of which is a year for government agencies. Company is managed by Mr. Mahesh Jeena and Mr. Naveen Jeena who have decades of experience in the industry.

### Unsupported Rating

Not Applicable

### Non-cooperation by the issuer/borrower

Acuite has been requesting for No Default Statements (NDS); however, despite multiple requests; the Company's management has remained non-cooperative and not submitted the NDS for the preceding 03 consecutive months. 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 noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

**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 endeavored 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.

**Rating Sensitivities**

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

**Liquidity Position**

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

**Outlook**

Not Applicable.

**Other Factors affecting Rating**

None.

## Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	84.26	101.39
PAT	Rs. Cr.	4.54	4.56
PAT Margin	(%)	5.39	4.50
Total Debt/Tangible Net Worth	Times	0.66	0.69
PBDIT/Interest	Times	3.32	4.03

### Status of non-cooperation with previous CRA

Not Applicable.

### Any other information

None.

### Applicable Criteria

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

### Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in)

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
12 Mar 2024	Bank Guarantee (BLR)	Short Term	15.00	ACUITE A4+ (Downgraded from ACUITE A3+)
	Proposed Long Term Bank Facility	Long Term	0.73	ACUITE BB+   Stable (Downgraded (Negative to Stable) from ACUITE BBB-   Negative)
	Secured Overdraft	Long Term	14.50	ACUITE BB+   Stable (Downgraded (Negative to Stable) from ACUITE BBB-   Negative)
	Term Loan	Long Term	1.19	ACUITE BB+   Stable (Downgraded (Negative to Stable) from ACUITE BBB-   Negative)
13 Dec 2022	Bank Guarantee (BLR)	Short Term	15.00	ACUITE A3+ (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	0.73	ACUITE BBB-   Negative (Reaffirmed(Stable to Negative))
	Secured Overdraft	Long Term	14.50	ACUITE BBB-   Negative (Reaffirmed(Stable to Negative))
	Term Loan	Long Term	1.19	ACUITE BBB-   Negative (Reaffirmed(Stable to Negative))
16 Sep 2021	Bank Guarantee/Letter of Guarantee	Short Term	15.00	ACUITE A3+ (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	0.73	ACUITE BBB-   Stable (Reaffirmed)
	Secured Overdraft	Long Term	14.50	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	1.19	ACUITE BBB-   Stable (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Canara Bank	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	15.00	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	0.73	ACUITE BB   Downgraded   Issuer not co-operating* ( from ACUITE BB+ )
Canara Bank	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	14.50	ACUITE BB   Downgraded   Issuer not co-operating* ( from ACUITE BB+ )
Canara Bank	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	27 Mar 2027	Simple	1.19	ACUITE BB   Downgraded   Issuer not co-operating* ( from ACUITE BB+ )

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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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