

Press Release

MGS Infotech Research and Solutions Private Limited

September 07, 2021



Rating Update

Total Bank Facilities Rated*	Rs.45.00 Cr.#
Long Term Rating	ACUITE D (Downgraded from ACUITE B) Issuer not co-operating*

#Refer Annexure for details

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

Acuité has downgraded the long-term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE B**' (**read as ACUITE B**) on the Rs.45.00 Crore bank facilities of MGS Infotech Research and Solutions Private Limited. The rating continues to be flagged as an 'Issuer Not-Cooperating' based on best available information.

The rating downgrade is based on the delays observed in servicing of the interest based on publicly available information.

Faridabad based MGS Infotech Research and Solutions Private Limited was incorporated in 2004, promoted by Dr. Pankaj Batra, Dr. Deepak Gandhi, Dr. Shalini Gandhi, Mr. Ramesh Kumar Batra and Mr. Chandan Batra. Company is engaged into running a hospital under the name of "Batra Hospital". The hospital is currently under construction and expected to commence its operation from October, 2020.

Non-cooperation by the issuer/borrower: Acuité 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.

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

Applicable Criteria

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

Liquidity Indicators:

Liquidity position is in pressure based on the feedback given by the banker.

Rating Sensitivity –

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 attempts.

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

None

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
14-May-2021	Cash Credit	Long Term	10.00	ACUITE B (Indicative)
	Term Loan	Long Term	35.00	ACUITE B (Indicative)
03-March-2020	Cash Credit	Long Term	10.00	ACUITE B/Stable (Assigned)
	Term Loan	Long Term	35.00	ACUITE B/Stable (Reaffirmed)
31-December-2019	Term Loan	Long Term	35.00	ACUITE B/Stable (Assigned)

*Annexure – Details of instruments rated

Lender Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Punjab National Bank	Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE D (Downgraded from ACUITE B) Issuer not co-operating*
Punjab National Bank Term Loan	Term Loan	Not Available	Not Available	Not Available	35.00	ACUITE D (Downgraded from ACUITE B) Issuer not co-operating*

Contacts

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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 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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