

Press Release

Quadsel Systems Private Limited

February 23, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	2.00	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Bank Loan Ratings	7.77	ACUITE B- Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	9.77	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuité has reaffirmed the long-term rating of '**ACUITE B-**' (**read as ACUITE B minus**) and short-term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs.9.77 Cr bank facilities of Quadsel Systems Private Limited (QSPL). The rating is flagged as "Issuer Not-Cooperating" and is based on best available information.

About the Company

QSPL is a Chennai (Tamilnadu) based company which was incorporated in the year 1995 by Mr. Girish Madhavan. QSPL is engaged in the business of IT Infrastructure services, managed IT Services and Annual Maintenance Contracts (AMC) and other provides IT-related system integration solutions. Further, it is acting as a commission agent for selling computers and hardware software development.

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 notcooperating", in line with prevailing SEBI regulations and Acuité'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 ratingis based.

Rating Sensitivities

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

Material Covenants

Not applicable.

Liquidity Position

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

Outlook

Not applicable.

Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

CRISIL vide its press release dated 16 February 2021, has classified QSPL as 'Issuer Not Cooperating' and rated 'CRISIL D'.

CARE vide its press release dated 03 February 2021, has classified QSPL as 'Issuer Not Cooperating' and rated 'CARE D'.

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Service Sector: <https://www.acuite.in/view-rating-criteria-50.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
14 Dec 2020	Letter of Credit	Short Term	1.00	ACUITE A4 (Assigned)
	Term Loan	Long Term	0.74	ACUITE B- Stable (Assigned)
	Term Loan	Long Term	1.74	ACUITE B- Stable (Assigned)
	Proposed Bank Facility	Long Term	1.03	ACUITE B- Stable (Assigned)
	Term Loan	Long Term	0.66	ACUITE B- Stable (Assigned)
	Cash Credit	Long Term	3.60	ACUITE B- Stable (Assigned)
	Bank Guarantee	Short Term	1.00	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
UCO Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 Reaffirmed Issuer not co-operating*
UCO Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.60	ACUITE B- Reaffirmed Issuer not co-operating*
UCO Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	1.03	ACUITE B- Reaffirmed Issuer not co-operating*
UCO Bank	Not Applicable	Term Loan	14-05-2019	Not available	31-05-2029	1.74	ACUITE B- Reaffirmed Issuer not co-operating*
UCO Bank	Not Applicable	Term Loan	04-05-2019	Not available	31-05-2029	0.74	ACUITE B- Reaffirmed Issuer not co-operating*
UCO Bank	Not Applicable	Working Capital Demand Loan (WCDL)	06-05-2020	Not available	31-10-2022	0.66	ACUITE B- Reaffirmed Issuer not co-operating*

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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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