

## Press Release

Palogix Infrastructure Private Limited

May 04, 2023



### Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	25.70	ACUITE C   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	9.30	ACUITE D   Downgraded   Issuer not co-operating*	-
<b>Total Outstanding Quantum (Rs. Cr)</b>	35.00	-	-

### Rating Rationale

Acuite has downgraded the long-term rating from '**ACUITE BB+**' (read as **ACUITE Double B Plus**) to '**ACUITE D**' (read as **ACUITE D**) on the Rs.9.30 crore bank facilities of Palogix Infrastructure Private Limited(PIPL).

Also, Acuite has downgraded the long-term rating from '**ACUITE BB+**' (read as **ACUITE Double B Plus**) to '**ACUITE C**' (read as **ACUITE C**) on the Rs.25.70 crore bank facilities of Palogix Infrastructure Private Limited(PIPL).

The rating is now flagged as "Issuer Not-Cooperating" category, since Palogix Infrastructure Private Limited(PIPL) has been an NDS defaulter for more than three months and feedback received from the banker.

### About the Company

Incorporated in 2007, PIPL is a Kolkata based company, promoted by Mr. Ramesh Rai, Mr. Atul Paliwal and Mr. Vishal Rai. The company is engaged in development of PFT and providing logistics solutions through terminal access, transportation of rail borne-cargo, warehousing, road transportation and container handling services. PIPL is the first company to operationalize a Greenfield PFT in India. The company has already commissioned two railway PFTs – Durgapur, West Bengal in October 2012 and Muradnagar, Uttar Pradesh in February, 2015. Furthermore, it is also setting up another two PFTs at Rudrapur in Uttarakhand and Kolkata in West Bengal.

### 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 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 endeavoured 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 ratings is 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

### Other Factors affecting Rating

Not Applicable

### Key Financials

Particulars	Unit	FY 22 (Provisional)	FY 21 (Actual)
Operating Income	Rs. Cr.	24.68	20.61
PAT	Rs. Cr.	3.20	2.80
PAT Margin	(%)	12.98	13.59
Total Debt/Tangible Net Worth	Times	0.70	0.86
PBDIT/Interest	Times	3.36	3.20

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

Acuite is yet to receive the latest No Default Statement, from the rated entity, despite repeated requests and followups

### 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, Acuité 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
27 Jul 2022	Term Loan	Long Term	2.72	ACUITE BB+   Stable (Downgraded from ACUITE BBB-   Stable)
	Cash Credit	Long Term	5.00	ACUITE BB+   Stable (Downgraded from ACUITE BBB-   Stable)
	Working Capital Term Loan	Long Term	3.50	ACUITE BB+   Stable (Downgraded from ACUITE BBB-   Stable)
	Proposed Bank Facility	Long Term	10.52	ACUITE BB+   Stable (Downgraded from ACUITE BBB-   Stable)
	Term Loan	Long Term	3.08	ACUITE BB+   Stable (Downgraded from ACUITE BBB-   Stable)
	Term Loan	Long Term	8.75	ACUITE BB+   Stable (Downgraded from ACUITE BBB-   Stable)
	Working Capital Term Loan	Long Term	1.43	ACUITE BB+   Stable (Downgraded from ACUITE BBB-   Stable)
02 Jun 2021	Term Loan	Long Term	12.09	ACUITE BBB-   Stable (Assigned)
	Proposed Bank Facility	Long Term	8.26	ACUITE BBB-   Stable (Assigned)
	Term Loan	Long Term	5.81	ACUITE BBB-   Stable (Assigned)
	Cash Credit	Long Term	5.00	ACUITE BBB-   Stable (Assigned)
	Term Loan	Long Term	3.84	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
RBL Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	5.00	ACUITE C   Downgraded   Issuer not co-operating*
RBL Bank	Not Applicable	Covid Emergency Line.	Not Applicable	Not Applicable	Not Applicable	Simple	3.50	ACUITE D   Downgraded   Issuer not co-operating*
TATA Capital Financial Service Ltd.	Not Applicable	Covid Emergency Line.	Not Applicable	Not Applicable	Not Applicable	Simple	1.43	ACUITE C   Downgraded   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	10.52	ACUITE C   Downgraded   Issuer not co-operating*
RBL Bank	Not Applicable	Term Loan	31 Dec 2018	12.90	14 Jun 2024	Simple	3.08	ACUITE D   Downgraded   Issuer not co-operating*
RBL Bank	Not Applicable	Term Loan	31 Dec 2018	12.90	14 Jun 2024	Simple	2.72	ACUITE D   Downgraded   Issuer not co-operating*
TATA Capital Financial Service Ltd.	Not Applicable	Term Loan	07 Feb 2019	12.25	07 Aug 2025	Simple	8.75	ACUITE C   Downgraded   Issuer not co-operating*

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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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