

Press Release

Pace Digitek Infra Private Limited (Erstwhile Pace Power Systems Private Limited)

December 30, 2022



Rating Reaffirmed & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	110.41	ACUITE BB+ Reaffirmed & Withdrawn Issuer not co-operating*	-
Bank Ratings Loan	333.21	-	ACUITE A4+ Reaffirmed & Withdrawn Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	443.62	-	-

Rating Rationale

Acuite has reaffirmed & withdrawn the long-term rating of '**ACUITE BB+**' (read as **ACUITE double B plus**) and short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.443.62 crore bank facilities of Pace Digitek Infra Private Limited.

The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating continues to be an indicative rating and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About the Company

Bangalore based Pace Digitek Infra Private Limited was set up in 2007. The directors of the company are Mr. Venugopalrao Maddisetty, Ms. Maddisetty Padma and Mr. Rajiv Maddisetty. PDIPL supply, installs, and maintains AC power equipment for telecom towers and undertakes O&M of telecom towers. Another major chunk of their business is electrical business where they are into infrastructure development for the rural electrification projects which is in the state of Jharkhand, UP & Bihar. The group is not only focusing into telecom or electrical business, but have diversified into a vast category of infrastructure development like installing drinking water systems in government schools or getting a government contract of installation of desks in schools, etc. So, that is why as on July 24, 2020 they have changed the name of one of their companies to "Pace Digitek Infra Private Limited" from "Pace Power Systems Private Limited".

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 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 rating is based.

About the Rated Entity - Key Financials

The entity has not shared the latest financial statements for Acuite to comment.

Rating Sensitivity

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

Material Covenants

None

Liquidity Position

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

Outlook:

Not Applicable

Other Factors affecting Rating

None

Status of non-cooperation with previous CRA

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

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
14 Sep 2022	Letter of Credit	Short Term	10.00	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	323.21	ACUITE A4+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	55.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	2.72	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	11.00	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	41.69	ACUITE BB+ (Downgraded and Issuer not co-operating*)
25 Jun 2021	Proposed Bank Facility	Long Term	43.71	ACUITE BBB+ (Withdrawn)
	Proposed Bank Guarantee	Short Term	14.00	ACUITE A2 (Withdrawn)
	Term Loan	Long Term	41.69	ACUITE BBB+ Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	116.87	ACUITE BBB+ (Withdrawn)
	Term Loan	Long Term	41.69	ACUITE BBB+ (Withdrawn)
	Proposed Term Loan	Long Term	113.00	ACUITE BBB+ (Withdrawn)
	Term Loan	Long Term	2.72	ACUITE BBB+ Stable (Reaffirmed)
	Bank Guarantee	Short Term	323.21	ACUITE A2 (Reaffirmed)
	Letter of Credit	Short Term	10.00	ACUITE A2 (Reaffirmed)
	Cash Credit	Long Term	55.00	ACUITE BBB+ Stable (Reaffirmed)
	Term Loan	Long Term	11.00	ACUITE BBB+ Stable (Reaffirmed)
10 Jun 2021	Proposed Cash Credit	Long Term	116.87	ACUITE BBB+ Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	43.71	ACUITE BBB+ Stable (Assigned)
	Cash Credit	Long Term	54.00	ACUITE BBB+ (Withdrawn)
	Letter of Credit	Short Term	10.00	ACUITE A2 (Reaffirmed)
	Term Loan	Long Term	11.00	ACUITE BBB+ Stable (Reaffirmed)
	Term Loan	Long Term	41.69	ACUITE BBB+ Stable (Assigned)
	Proposed Bank Guarantee	Short Term	14.00	ACUITE A2 (Reaffirmed)
	Bank Guarantee	Short Term	36.00	ACUITE A2 (Withdrawn)
	Cash Credit	Long Term	55.00	ACUITE BBB+ Stable (Reaffirmed)
	Bank Guarantee	Short Term	273.21	ACUITE A2 (Reaffirmed)
	Proposed Term Loan	Long Term	113.00	ACUITE BBB+ Stable (Reaffirmed)

	Term Loan	Long Term	2.72	ACUITE BBB+ Stable (Assigned)
	Term Loan	Long Term	41.69	ACUITE BBB+ Stable (Reaffirmed)
13 Mar 2020	Term Loan	Long Term	2.12	ACUITE BBB+ Stable (Reaffirmed)
	Cash Credit	Long Term	109.00	ACUITE BBB+ Stable (Reaffirmed)
	Bank Guarantee	Short Term	301.21	ACUITE A2 (Reaffirmed)
	Proposed Cash Credit	Long Term	116.87	ACUITE BBB+ Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	41.69	ACUITE BBB+ Stable (Reaffirmed)
	Proposed Term Loan	Long Term	113.00	ACUITE BBB+ Stable (Reaffirmed)
	Letter of Credit	Short Term	25.00	ACUITE A2 (Reaffirmed)
	Proposed Bank Guarantee	Short Term	14.00	ACUITE A2 (Reaffirmed)
02 Jan 2019	Term Loan	Long Term	2.12	ACUITE BBB+ Stable (Reaffirmed)
	Cash Credit	Long Term	109.00	ACUITE BBB+ Stable (Reaffirmed)
	Bank Guarantee	Short Term	301.21	ACUITE A2 (Reaffirmed)
	Proposed Cash Credit	Long Term	116.87	ACUITE BBB+ Stable (Reaffirmed)
	Letter of Credit	Short Term	25.00	ACUITE A2 (Reaffirmed)
	Proposed Term Loan	Long Term	113.00	ACUITE BBB+ Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	41.69	ACUITE BBB+ Stable (Assigned)
	Proposed Bank Guarantee	Short Term	14.00	ACUITE A2 (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 Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	Simple	323.21	ACUITE A4+ Reaffirmed & Withdrawn Issuer not co-operating*
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	55.00	ACUITE BB+ Reaffirmed & Withdrawn Issuer not co-operating*
Canara Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	10.00	ACUITE A4+ Reaffirmed & Withdrawn Issuer not co-operating*
Canara Bank	Not Applicable	Term Loan	Jun 23 2020 12:00AM	10.20	Mar 31 2026 12:00AM	Simple	2.72	ACUITE BB+ Reaffirmed & Withdrawn Issuer not co-operating*
Canara Bank	Not Applicable	Term Loan	Jul 23 2018 12:00AM	10.50	Sep 30 2029 12:00AM	Simple	41.69	ACUITE BB+ Reaffirmed & Withdrawn Issuer not co-operating*
Canara Bank	Not Applicable	Term Loan	Aug 1 2014 12:00AM	15.50	Aug 31 2022 12:00AM	Simple	11.00	ACUITE BB+ Reaffirmed & Withdrawn 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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