



Press Release

Ascent E Digit Solutions Private Limited

April 25, 2023

Ratings:

Instrument / Facility	Amount (Rs. Crore)	Ratings	Rating Action	Complexity Indicator
Long Term Fund Based Facilities- Cash Credit	7.50	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)	Revised and moved to ISSUER NOT COOPERATING category	Simple
Long Term Fund Based Facilities Working Capital Term Loan	1.87	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)	Revised and moved to ISSUER NOT COOPERATING category	Simple
Short Term Non Fund Based Facilities- Bank Guarantee	35.00	IVR A4+; ISSUER NOT COOPERATING* (IVR A Four Plus; ISSUER NOT COOPERATING*)	Revised and moved to ISSUER NOT COOPERATING category	Simple
Proposed Long Term Fund Based Facilities Cash Credit	2.50	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)	Revised and moved to ISSUER NOT COOPERATING category	Simple



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Proposed Long Term Fund Based Facilities Term Loan	0.78	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)	Revised and moved to ISSUER NOT COOPERATING category	Simple
Proposed Short Term Non- Fund Based Facilities- Bank Guarantee	10.00	IVR A4+; ISSUER NOT COOPERATING* (IVR A Four Plus; ISSUER NOT COOPERATING*)	Revised and moved to ISSUER NOT COOPERATING category	Simple
Total	57.65	(Rupees Fifty-seven crore sixty-five lakh only)		

** Issuer not cooperating; Based on best available information*

Details of Facilities are in Annexure 1

Detailed Rationale:

The rating is revised because of lack of adequate information regarding Ascent E Digit Solutions Private Limited's performance and hence the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity, despite the downgrade.

Non-cooperation by Issuer:

Infomerics has been regularly following up with the Company to provide the required data to monitor its assigned ratings to the bank facilities, vide mails communications March 30, 2023, March 31, 2023, April 3, 2023, April 4, 2023, April 6, 2023, and April 10, 2023 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the firm's management has not submitted all the essential details/information for surveillance exercise.



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Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the bank loan ratings aggregating to Rs. 57.65 Crore of Ascent E Digit Solutions Private Limited shall be moved to 'ISSUER NOT COOPERATING' category by Infomerics and the rating be noted as 'IVR BB+/Negative; ISSUER NOT COOPERATING', 'IVR A4+; ISSUER NOT COOPERATING' based on best available information.

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Service sector companies](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\)](#)

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Criteria for assigning rating outlook](#)

About the Company

Ascent e-Digit Solutions Private Limited (formerly known as Zigma Computer Links) was started in 1991 as a small partnership firm. Owing to ever expanding operations, Zigma Computer Links graduated to a private company in the name of "Ascent E-Digit Solutions Private Limited" of by virtue of Part IX of the Companies Act 1956 so that it enables the firm to retain its supremacy and experience intact. AEDSPL provides IT Hardware System Integration solutions to various State Government and Central Government departments, Banks, corporate, educational institutions and SMB's. By virtue of experience gained over the years, the company evolved as a strong B2B Company and has developed strong service network all over South India.

Financials: Standalone

For the year ended* / as on	31-03-2020	31-03-2021
	Audited	Audited
Total Operating Income	123.79	115.54
EBITDA	9.37	8.90
PAT	5.28	5.81



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Total Debt	5.15	14.17
Adjusted Tangible Net-Worth	21.92	27.91
Ratios		
EBITDA Margin (%)	7.57	7.70
PAT Margin (%)	4.25	5.02
Overall Gearing Ratio (x)	0.07	0.37

*Classification as per Infomerics` standards

Status of non-cooperation with previous CRA: None

Any other information: Not Applicable

Rating History for last three years:

Sr. No.	Name of Instrument/ Facilities	Current Ratings (Year 2023-24)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22 (March 26, 2022)	Date(s) & Rating(s) assigned in 2020-21 (January 11, 2021)
1.	Long Term Fund Based Facilities-Cash Credit	Long Term	7.50	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)	--	IVR BBB- / Stable Outlook (IVR Triple B Minus with Stable Outlook)	IVR BBB- / Positive Outlook (IVR Triple B Minus with Positive Outlook)
2.	Long Term Fund Based Facilities-Working Capital Term Loan	Long Term	1.87	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)	--	IVR BBB- / Stable Outlook (IVR Triple B Minus with Stable Outlook)	IVR BBB- / Positive Outlook (IVR Triple B Minus with Positive Outlook)



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3.	Short Term Non- Fund Based Facilities- Bank Guarantee	Short Term	35.00	IVR A4+; ISSUER NOT COOPERATING* (IVR A Four Plus; ISSUER NOT COOPERATING*)	--	IVR A3 (IVR A Three)	IVR A3 (IVR A Three)
4.	Proposed Long Term Fund Based Facilities Cash Credit	Long Term	2.50	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)	--	IVR BBB- / Stable Outlook (IVR Triple B Minus with Stable Outlook)	--
	Proposed Long Term Fund Based Facilities Term Loan	Long term	0.78	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)	--	IVR BBB- / Stable Outlook (IVR Triple B Minus with Stable Outlook)	IVR BBB- /Positive outlook (IVR Triple B Minus with Positive Outlook)
	Proposed Short Term Non- Fund Based Facilities - Bank Guarantee	Short term	10.00	IVR A4+; ISSUER NOT COOPERATING* (IVR A four plus; ISSUER NOT COOPERATING*)	--	IVR A3 (IVR A Three)	IVR A3 (IVR A Three)
	Total		57.65				

* Issuer did not cooperate (INC); based on best available information.



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About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).

Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.

Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

Infomerics has a pan India presence with Head Office in Delhi, branches in major cities and representatives in several locations.

For more information visit www.infomerics.com.

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors



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Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Fund Based Facilities- Cash Credit	--	--	-	7.50	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)
Long Term Fund Based Facilities- Working Capital Term Loan	--	--	Upto August, 2024	1.87	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)
Short Term Non-Fund Based Facilities- Bank Guarantee	--	--	--	35.00	IVR A4+; ISSUER NOT COOPERATING* (IVR A Four Plus; ISSUER NOT COOPERATING*)
Proposed Long Term Fund Based Facilities Cash Credit	--	--	--	2.50	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)
Proposed Long Term Fund Based Facilities Term Loan	--	--	--	0.78	IVR BB+/Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative outlook; ISSUER NOT COOPERATING*)



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Proposed Short Term Non- Fund Based Facilities- Bank Guarantee	--	--	--	10.00	IVR A4+; ISSUER NOT COOPERATING* (IVR A Four Plus; ISSUER NOT COOPERATING*)
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** Issuer did not cooperate; based on best available information.*

Annexure 2: List of companies considered for consolidated analysis: Not Applicable

Annexure 3: Facility wise lender details: Not Applicable

Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.

