



Press Release

MCT Cards & Technology Private Limited (“MCTPL”)

June 03, 2024

Ratings

Instrument / Facility	Amount (Rs. Crore)	Current Ratings	Rating Action	Complexity Indicator
Long Term Fund Based Bank Facilities – Term Loan	27.78	IVR BBB/Negative; ISSUER NOT COOPERATING*	Downgraded and migrated to ISSUER NOT COOPERATING category	Simple
Long Term Fund Based Bank Facilities – Cash Credit	80.00	IVR BBB/Negative; ISSUER NOT COOPERATING*	Downgraded and migrated to ISSUER NOT COOPERATING category	Simple
Short Term Non-Fund Based Bank Facility – LC	18.50	IVR A3+; ISSUER NOT COOPERATING* (IVR A3 Plus; ISSUER NOT COOPERATING*)	Downgraded and migrated to ISSUER NOT COOPERATING category	Simple
Long Term Debt Facilities	35.00	IVR BBB/Negative; ISSUER NOT COOPERATING*	Downgraded and migrated to ISSUER NOT COOPERATING category	Simple
Total	161.28	(Rupees One Hundred Sixty-One Crore and Twenty-Eight Lakh only)		

* Issuer not cooperating; Based on best available information

Details of Facilities are in Annexure 1

Detailed Rationale-

Infomerics has downgraded and migrated the ratings of MCT Cards & Technology Private to 'Issuer Not Cooperating' category due to lack of adequate information, non-payment of annual surveillance fees and the uncertainty around its credit risks. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.



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

Non-Cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank and debt facilities, vide mail communications dated May 10, 2024; May 17, 2024; May 23, 2024; May 24, 2024; May 27, 2024; May 28, 2024 and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted the requested information for monitoring the ratings. Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to review the ratings based on the best available information.

Accordingly, the Long-term & Short-term ratings of the bank loan and debt facilities aggregating to Rs. 161.28 crore of MCTPL shall be remain under the 'ISSUER NOT COOPERATING' category by Infomerics and the ratings will be at 'IVR BBB; ISSUER NOT COOPERATING' with Negative Outlook and IVR A3+; 'ISSUER NOT COOPERATING' based on best available information.

Analytical Approach: Standalone Approach

Applicable Criteria:

[Criteria of assigning Rating outlook](#)

[Rating Methodology for Manufacturing Companies](#)

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

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



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About the Company

MCT Cards & Technology Private Limited was set up in 2008 in a technical collaboration with Thailand-based Chan Wanich Security Printing Company and Colombia-based Thomas Greg and Sons. The company is into the business of Manufacturing of plastic products. The company has a huge production unit, certified by Visa, Mastercard and EMV.

Financials (Standalone)*:

(Rs. Crore)		
For the year ended / As on	31-Mar-2022 (Audited)	31-Mar-2023 (Provisional)
Total Operating Income	239.91	629.07
EBITDA	18.60	82.23
PAT	11.77	76.24
Total Debt	67.81	96.60
Adjusted Tangible Net Worth	166.95	239.05
EBITDA Margin (%)	7.75	13.07
PAT Margin (%)	4.62	11.90
Overall Gearing Ratio (x)	0.41	0.40

* Classification as per Infomerics standards.

Status of non-cooperation with previous CRA: None

Any other information: None

Rating History for last three years:

Sr. No.	Name of Instrument /Facilities	Current Ratings (Year 2024-25)			Rating History for the past 3 years		
		Type	Amount Outstanding (Rs. Cr.)	Rating	Date(s) & Rating (s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22
	PR Date				June 13, 2023		
1	Fund based bank facility - Term Loan	Long Term	27.78	IVR BBB/Negative; ISSUER NOT COOPERATING*	IVR BBB+/Positive	--	--
2	Fund based bank facilities – Cash Credit	Long Term	80.00	IVR BBB/Negative; ISSUER NOT COOPERATING*	IVR BBB+/Positive		--



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Sr. No.	Name of Instrument /Facilities	Current Ratings (Year 2024-25)			Rating History for the past 3 years		
		Type	Amount Outstanding (Rs. Cr.)	Rating	Date(s) & Rating (s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22
3	Debt Facilities – NCD	Long Term	35.00	IVR BBB/Negative; ISSUER NOT COOPERATING*	IVR BBB+/Positive	--	--
4	Non-Fund based bank facilities – LC	Short Term	18.50	IVR A3+; ISSUER NOT COOPERATING* (IVR A3 Plus; ISSUER NOT COOPERATING*)	IVR A2	--	--

Name and Contact Details of the Rating Analyst:

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About Infomerics:

Infomerics Valuation and Rating Private Limited (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. Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please 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 or to sanction, renew, disburse or recall the concerned bank facilities. 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. 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
Fund based bank facilities-Term Loan	--	--	June 20, 2027	4.15	IVR BBB/Negative; ISSUER NOT COOPERATING*
Fund based bank facilities-Term Loan	--	--	September 20, 2027	4.11	IVR BBB/Negative; ISSUER NOT COOPERATING*
Fund based bank facilities-Term Loan	--	--	June 16, 2027	19.52	IVR BBB/Negative; ISSUER NOT COOPERATING*
Fund based bank facilities - Cash Credit	--	--	Revolving	30.00	IVR BBB/Negative; ISSUER NOT COOPERATING*
Fund based bank facilities - Cash Credit	--	--	Revolving	15.00	IVR BBB/Negative; ISSUER NOT COOPERATING*
Fund based bank facilities - Cash Credit	--	--	Revolving	35.00	IVR BBB/Negative; ISSUER NOT COOPERATING*
Debt Facilities – NCDs	November 14, 2022	16.50%	November 16, 2025,	35.00	IVR BBB/Negative; ISSUER NOT COOPERATING*
Non-Fund Based Bank Facility – LC	--	--	--	18.50	IVR A3+; ISSUER NOT COOPERATING*

*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



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Annexure 4: Detailed explanation of covenants of the rated instrument/facilities:

Particulars	Details
Instrument	Secured Unlisted Redeemable Non-Convertible Debentures
Mode of Issue	Private Placement
Type of Borrowing	Long Term Debt
Rate of Interest	16.50% p.a.
Tenure	36 months
Redemption	November 16, 2025
Purpose	<ul style="list-style-type: none">- To meet working capital requirement- Payment of costs, fees and expenses in connection with the issue of the debenture

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.