



Press Release

Orion Security Solutions Private Limited

March 27, 2022

Ratings

Sl. No.	Facility	Amount (Rs. Crore)	Ratings	Rating Action	Complexity indicator
1	Long Term Bank Facilities	15.00	IVR BB+: Issuer not cooperating (IVR Double B Plus; Issuer not cooperating)	Downgraded and moved to 'Issuer Not Cooperating Category'	Simple
2	Short Term Bank Facilities	85.00	IVR A4+: Issuer not cooperating (IVR A Four Plus; Issuer not cooperating)	Downgraded and moved to 'Issuer Not Cooperating Category'	Simple
	Total	100.00 (Rupees Hundred crore only)			

*Issuer did not cooperate; based on best available information

Details of Facility are in Annexure 1

Detailed Rationale

The rating downgrade is because of non receipt of surveillance fees and adequate information regarding Orion Security Solutions Private Limited (OSSPL)'s performance and hence the uncertainty around its credit risk. 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.

Detailed description of the key rating drivers: Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required annual surveillance fees to monitor its assigned rating to the bank facilities and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not provided the fees. In the absence of the requisite fees and few information in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the long- term rating for the bank loan facilities of OSSPL aggregating to Rs.100.00 crore shall be moved to the 'ISSUER NOT COOPERATING'



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category by Infomerics and the rating be noted as “IVR BB+ (Issuer Not Co-operating; Based on best available information) and ‘IVR A4+ (Issuer Not Co-operating; Based on best available information)’. Accordingly, the lenders, investors and other users of this rating are requested to exercise adequate caution while using this rating as this rating may not adequately reflect the current credit risk profile of the society.

Analytical Approach & Applicable Criteria

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

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

[Rating Methodology for Service Sector Companies](#)

About the Company

Orion Security Solutions Pvt Ltd (Orion Secure), a flagship and holding company of the Orion Group, was founded in the year 2005 & later incorporated in the year 2010. The company is amongst the leading provider of new-age security & facility services with operations across Europe & Middle East. Orion Secure portfolio of services also includes technical security solutions, investigation and verification, training and consulting service.

Financials (Standalone):

For the year ended* As on	(Rs. crore)	
	31-03-2020	31-03-2021
	Audited	Audited
Total Operating Income	684.35	610.85
EBITDA	30.13	27.14
PAT	19.84	24.96
Total Debt	12.78	9.93
Tangible Net worth	91.14	113.52
EBITDA Margin (%)	4.40	4.44
PAT Margin (%)	2.89	4.06
Overall Gearing Ratio (x)^	0.14	0.09

*Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Rating History for last three years:



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Sr. No.	Name of Facilities	Current Rating (Year 2022-23)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2021-22	Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2019-20
1.	Cash Credit	Long Term	15.00**	IVR BB+; Issuer Not Cooperating*	-	IVR BBB-/ Credit Watch with Developing Implications (March 25, 2021)	-
2.	Bank Guarantee	Short Term	60.00#	IVR A4+; Issuer Not Cooperating*	-	IVR A3 (March 25, 2021)	-
3.	Proposed Bill Discounting facility	Short Term	25.00	IVR A4+; Issuer Not Cooperating*	-	IVR A3 (March 25, 2021)	-

*Issuer did not cooperate; based on best available information

** Includes proposed limit of Rs.10.00 crore

Includes proposed limit of Rs.15.00 crore

Name and Contact Details of the Rating Analyst:

Name: Ms. Poulami Ghosh	Name: Mr. Avik Podder
Tel: (033) 46022266	Tel: (033) 46022266
Email: poulami.ghosh@infomerics.com	Email: apodder@infomerics.com

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



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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, suspend 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.

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 Bank Facilities – Cash Credit	-	-	-	15.00 **	IVR BB+; Issuer Not Cooperating*
Short Term Bank Facilities – Bank Guarantee	-	-	-	60.00#	IVR A4+; Issuer Not Cooperating*
Proposed Short Term Facility- Bill Discounting	-	-	-	25.00	IVR A4+; Issuer Not Cooperating*

**Issuer did not cooperate; based on best available information*

*** Includes proposed limit of Rs.10.00 crore*

Includes proposed limit of Rs.15.00 crore

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

Annexure 3: Facility wise lender details: Not available

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.