



Press Release

Quadgen Wireless Solutions Private Limited (QWSPL)

December 09, 2024

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	25.00	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)	Downgraded with revision in outlook and migrated to ISSUER NOT COOPERATING* category	Simple
Short Term Bank Facilities	124.00	IVR A4+; ISSUER NOT COOPERATING* (IVR A Four Plus; ISSUER NOT COOPERATING*)	IVR A3 (IVR A Three)	Downgraded and migrated to ISSUER NOT COOPERATING* category	Simple
Long Term/ Short Term Bank Facilities	200.00	IVR BB+/ Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative Outlook; ISSUER NOT COOPERATING*) IVR A4+; ISSUER NOT COOPERATING* (IVR A Four Plus; ISSUER NOT COOPERATING*)	IVR BBB-/ Stable; IVR A3 (IVR Triple B Minus with Stable Outlook; IVR A Three)	Downgraded and migrated to ISSUER NOT COOPERATING* category	Simple
Proposed Long Term/ Short Term Bank Facilities	1.00	IVR BB+/ Negative; ISSUER NOT COOPERATING* (IVR Double B Plus with Negative Outlook;	IVR BBB-/ Stable; IVR A3 (IVR Triple B Minus with Stable Outlook; IVR A Three)	Downgraded and migrated to ISSUER NOT COOPERATING* category	Simple



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		ISSUER NOT COOPERATING*) IVR A4+; ISSUER NOT COOPERATING* (IVR A Four Plus; ISSUER NOT COOPERATING*)			
Total	350.00	(Rupees Three Hundred and Fifty Crore Only Only)			

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

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics has downgraded the ratings assigned to the bank facilities of QWSPL due to lack of adequate information available and 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 outlook is revised to negative due to information availability risk.

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 & NDS to monitor its assigned rating to the bank facilities, vide mail communications dated September 23, 2024, October 03, 2024, October 17, 2024, November 12, 2024, November 30, 2024, and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted the essential details/information for surveillance exercise.

Availability of information is very critical in the 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 long-term and short-term rating for the bank facilities of QWSPL aggregating to Rs. 350.00 crore shall be downgraded and migrated to ISSUER NOT COOPERATING



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category and long-term rating will be denoted as IVR BB+/Negative; ISSUER NOT COOPERATING and short-term rating will be denoted as IVR A4+; ISSUER NOT COOPERATING based on best available information by Infomerics Ratings.

Analytical Approach: Standalone

Applicable Criteria:

[Policy on Issuer Not-Cooperating](#)

[Criteria of assigning Rating outlook](#)

[Policy on Default Recognition and Post – Default Curing Period](#)

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

[Complexity Level of Rated Instruments/Facilities](#)

[Rating Methodology for Service sector Companies](#)

About the Company

QWSPL is a private limited company incorporated in 2007. Quadgen India initially started as a back-end support to its erstwhile holding company (Quadgen USA) and later diversified into Wi-Fi and smart city business. Quadgen India builds, owns, operates, maintains, sells and markets Wi-Fi services on carrier overlay. Quadgen India is also a maintenance service provider (MSP) partner to global Master System integrators (MSIs) for smart city and fibre grid projects. The company also offers system integration (SI) and MSP for Wi-Fi/data centre/optical NW/ collaboration/ RAN optimization and cyber security domains.

Financials (Standalone):

For the year ended / As On	(Rs. crore)	
	31-03-2022	31-03-2023
	Audited	Audited
Total Operating Income	346.37	312.76
EBITDA	-16.80	36.99
PAT	-36.04	18.43
Total Debt	127.58	131.20
Tangible Net worth	62.30	80.75
Ratios		
EBITDA Margin (%)	-4.85	11.83
PAT Margin (%)	-10.35	5.85
Overall Gearing Ratio (X)	2.05	1.62
Interest Coverage Ratio (X)	-1.15	1.86

* Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: Nil



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Any other information: Not Applicable

Rating History for last three years:

Sr. No.	Name of Securities	Current Ratings (Year 2024-25)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	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
					(October 11, 2023)	(October 27, 2022)	(July 28, 2021)
1.	Cash Credit/ WCDL	Long Term	25.00	IVR BB+/ Negative, INC*	IVR BBB- / Stable	IVR BB+/ Stable	IVR BB+/ Stable
1.	LC/ BG	Long Term/ Short Term	124.00	IVR A4+, INC*	IVR A3	IVR BB+/ Stable; IVR A4+	IVR BB+/ Stable; IVR A4+
2.	CC/ WCDL/ LC/ BG	Short Term	200.00	IVR BB+/ Negative, INC*; IVR A4+, INC*	IVR BBB- / Stable; IVR A3	IVR A4+	IVR A4+
3.	Proposed Bank Facility	Long Term/ Short Term	1.00	IVR BB+/ Negative, INC*; IVR A4+, INC*	IVR BBB- / Stable; IVR A4+	IVR BB+/ Stable; IVR A4+	IVR BB+/ Stable; IVR A4+

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

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About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with 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. 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: Instrument/Facility Details

Name of Facility/ /Security	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Facility – Cash Credit/ WCDL	-	-	-	-	25.00	IVR BB+/ Negative; ISSUER NOT COOPERATING*
Short Term Facility – LC/ BG	-	-	-	-	124.00	IVR A4+; ISSUER NOT COOPERATING*
Long Term/ Short Term- CC/ WCDL/ LC/ BG	-	-	-	-	200.00	IVR BB+/ Negative; ISSUER NOT COOPERATING* IVR A4+; ISSUER NOT COOPERATING*
Proposed Long Term / Short Term Bank Facility	-	-	-	-	1.00	IVR BB+/ Negative; ISSUER NOT COOPERATING* IVR A4+; ISSUER NOT COOPERATING*

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

Annexure 2: Facility wise lender details: Not Applicable

Annexure 3: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable

Annexure 4: List of companies considered for consolidated analysis: 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.