

June 24, 2021

## FCM Travel Solutions (India) Private Limited: Ratings Withdrawn

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund Based- Cash Credit	15.00	15.00	[ICRA]BBB(Negative); Withdrawn
Non Fund Based	25.00	25.00	[ICRA]A3+; Withdrawn
Fund Based/Non Fund Based	147.56	147.56	[ICRA]A-(CE)(Negative)/A2+(CE); Withdrawn
<b>Total</b>	<b>187.56</b>	<b>187.56</b>	

\*Instrument details are provided in Annexure-1

Rating Without Explicit Credit Enhancement	[ICRA]BBB/A3+
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Note: The (CE) suffix mentioned alongside the rating symbol indicates that the rated instrument/facility is backed by some form of explicit credit enhancement. This rating is specific to the rated instrument/facility, its terms and its structure and does not represent ICRA's opinion on the general credit quality of the entity concerned. The last row in the table above also captures ICRA's opinion on the rating without factoring in the explicit credit enhancement

### Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of FCM Travel Solutions (India) Private Limited (MRO-TEK) at the request of the company and based on the No Objection Certificates received from the bankers. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The Key Rating Drivers, Liquidity Position, Rating Sensitivities have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here.](#)

### Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">ICRA Policy on Withdrawal of Credit Ratings</a>
Parent/Group Support	Parent/Group Company: Flight Centre Travel Group Ltd
Consolidation/Standalone	Standalone

### About the company

FCM was incorporated in 1997. It handles the corporate travel solutions business of FCTG for India and is involved in providing end-to-end solutions in business travel and expense management. It develops and manages travel programmes for corporate and leisure purposes, manages air travel bookings, hotel accommodation, business travel insurance, and holiday travel packages. It also provides transactional services such as passport and visa facilitation, immigration support services, foreign exchange, airport assistance, and offers solutions for meetings, incentives, conferences, and events (MICE).

## Key financial indicators (audited)

GWASFQCPL Standalone	FY2019	FY2020*
Operating Income (Rs. crore)	203.81	211.97
PAT (Rs. crore)	4.62	1.03
OPBDIT/OI (%)	7.30%	10.37%
RoCE (%)	8.77%	5.75%
Total Outside Liabilities/Tangible Net Worth (times)	1.27	0.58
Total Debt/OPBDIT (times)	1.82	0.02
Interest Coverage (times)	1.16	2.05
DSCR (times)	1.68	2.20

Source: Company, \*Provisional

Status of non-cooperation with previous CRA: Not Applicable

Any other information: None

## Rating history for past three years

	Instrument	Current Rating (FY2022)				Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs.Crore)	Amount Outstanding (Rs.Crore)	Date & Rating in	Date & Rating in FY2021	Date & Rating in FY2020	Date & Rating in FY2019	
					24-Jun-21	8-Oct-20	26-Feb-20	-	
1	Fund Based-Cash Credit	Long Term	15.00	-	[ICRA]BBB (Negative); Withdrawn	[ICRA]BBB (Negative)	[ICRA]BBB (Negative)	-	
2	Non Fund Based	Short Term	25.00	-	[ICRA]A3+; Withdrawn	[ICRA]A3+	[ICRA]A3+	-	
3	Fun Based/ Non Fund Based	Long Term/ Short Term	147.56	-	[ICRA]A-(CE) (Negative)/ A2+(CE); Withdrawn	[ICRA]A-(CE) (Negative)/ A2+(CE)	[ICRA]A-(CE) (Negative)/ A2+(CE)	-	

## Complexity level of the rated instrument

Instrument	Complexity Indicator
Long Term– Fund Based– Cash Credit	Simple
Short Term - Non Fund Based	Very Simple
Long Term / Short Term - Fund based/Non Fund Based	Very Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analyzing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: [www.icra.in](http://www.icra.in)

### Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Fund Based- Cash Credit	NA	NA	NA	15.00	[ICRA]BBB(Negative); Withdrawn
NA	Non Fund Based	NA	NA	NA	25.00	[ICRA]A3+; Withdrawn
NA	Fund Based/Non Fund Based	NA	NA	NA	147.56	[ICRA]A-(CE) (Negative)/[ICRA]A2+(CE); Withdrawn

**Source:** FCM Travel Solutions (India) Private Limited

### Annexure-2: List of entities considered for consolidated analysis – Not applicable

## ANALYST CONTACTS

**Sabyasachi Majumdar**

+91 124 4545 304

[sabyasachi@icraindia.com](mailto:sabyasachi@icraindia.com)

**Girishkumar Kadam**

+91 22 6114 3441

[girishkumar@icraindia.com](mailto:girishkumar@icraindia.com)

**Manish Ballabh**

+91 124 4545 812

[manish.ballabh@icraindia.com](mailto:manish.ballabh@icraindia.com)

**Vipin Jindal**

+0124 4545 355

[vipin.jindal@icraindia.com](mailto:vipin.jindal@icraindia.com)

## RELATIONSHIP CONTACT

**Jayanta Chatterjee**

+91 80 4332 6401

[jayantac@icraindia.com](mailto:jayantac@icraindia.com)

## MEDIA AND PUBLIC RELATIONS CONTACT

**Ms. Naznin Prodhani**

Tel: +91 124 4545 860

[communications@icraindia.com](mailto:communications@icraindia.com)

## Helpline for business queries

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

[info@icraindia.com](mailto:info@icraindia.com)

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## ICRA Limited

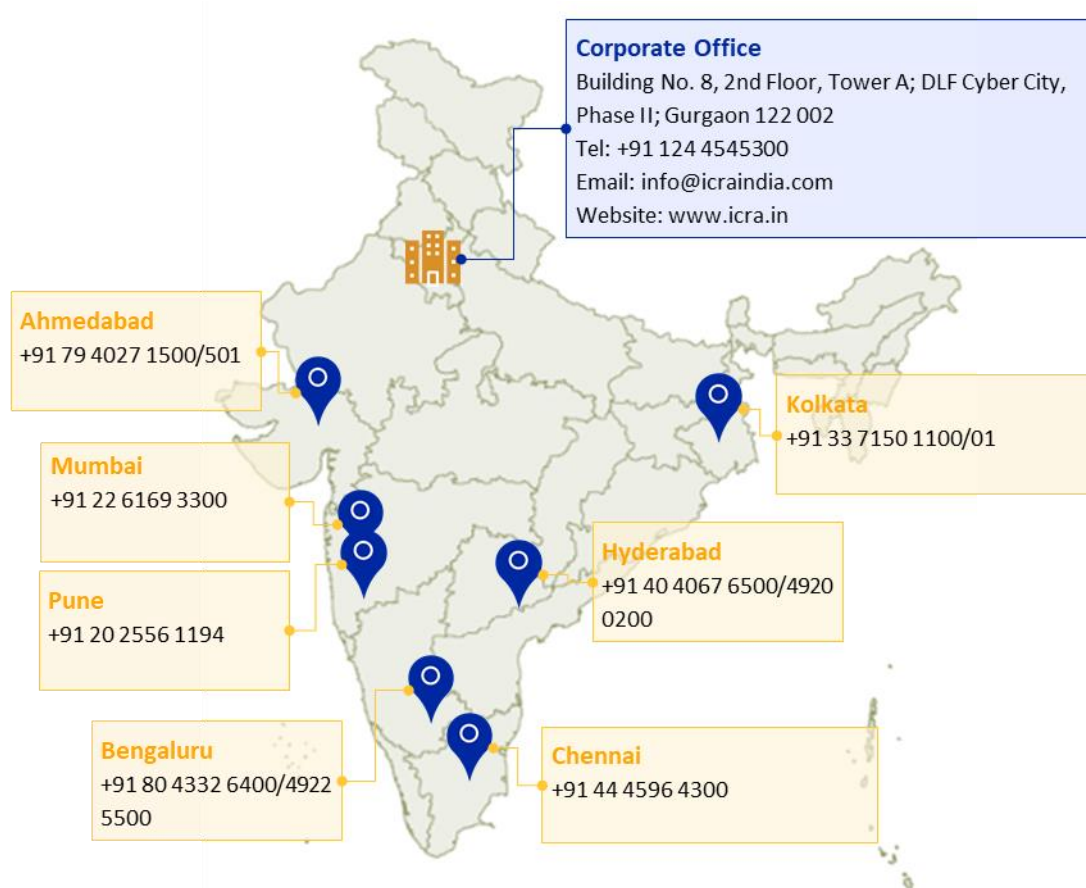


### Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001  
Tel: +91 11 23357940-45



### Branches



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