

August 17, 2020

Accord Software & Systems Pvt. Ltd. : Ratings withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term - Fund Based	19.00	19.00	[ICRA]BBB+ (Stable); withdrawn
Short-term - Non-fund based	13.50	13.50	[ICRA]A2; withdrawn
Long-term/short-term – unallocated	28.60	28.60	[ICRA]BBB+ (Stable)/[ICRA]A2; withdrawn
Total	61.10	61.10	

*Instrument details are provided in Annexure-1

Rationale

The long-term rating of [ICRA]BBB+ (pronounced ICRA triple B plus) with a stable outlook and short-term rating of [ICRA]A2 (pronounced ICRA A two) assigned to the Rs. 61.10-crore bank limits of Accord Software & Systems Pvt. Ltd. have been withdrawn at the request of the company and based on the no objection certificate provided by its banker, in accordance with ICRA's policy on withdrawal and suspension. However, ICRA does not have requisite information to suggest that the credit risk has changed since the time the rating was last reviewed.

Key rating drivers and their description

The key rating drivers have not been captured as the ratings are being withdrawn.

Liquidity position

Liquidity position has not been captured as the ratings are being withdrawn.

Rating sensitivities

Rating sensitivities have not been captured as the ratings are being withdrawn.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA's Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Not Applicable
Consolidation/Standalone	The ratings are based on standalone financial profile of the company.

About the company

Accord Software & Systems Pvt. Ltd. was established in 1991 by five technologists having experience in the field of avionics and real time embedded systems. Pursuant to the demerger order received from the National Company Law Tribunal (Bengaluru Bench) on March 27, 2018, the business of Accord Software & Systems Pvt. Ltd. was demerged into

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three companies - Accord Global Technology Solutions Private Limited (AGTSPL), Accord Ideation Private Limited (AIPL) and the residual ASSPL, with the demerger scheme effective from April 01, 2017.

Post demerger, the company is involved in designing, development and manufacturing of GNSS based products and solutions for strategic defence and space programs for the clients such as DRDO and ISRO. It also provides GNSS-related products and solutions consisting of semiconductor ICs, modules, and solutions catering to a variety of applications like automotive, industrial, marine, and telecommunications.

Key financial indicators: Not Applicable

Status of non-cooperation with previous CRA: Not applicable

Any other information: The company has outstanding ratings of CRISIL BBB+ (Stable) and CRISIL A2 with CRISIL last rated in June 2020.

Rating history for past three years

	Instrument	Current Rating (FY2021)				Rating History for the Past 3 Years		
		Type	Amount Rated	Amount Outstanding	Rating	FY2020	FY2019	FY2018
					17-Aug-2020	-	05-Feb-2019	16-Oct-2017
1	Cash Credit	Long Term	19.00	-	[ICRA]BBB+ (Stable); withdrawn	-	[ICRA]BBB+ (Stable)	[ICRA]A-&
2	Letter of Credit & Bank Guarantee	Short Term	13.50	-	[ICRA]A2; withdrawn	-	[ICRA]A2	[ICRA]A2+&
3	Unallocated	Long Term/Short Term	28.60	-	[ICRA]BBB+ (Stable)/[ICRA]A2; withdrawn	-	[ICRA]BBB+ (Stable)/[ICRA]A2	[ICRA]A-/[ICRA]A2+&

Amount in Rs. crore; & - on watch with developing implications

Complexity level of the rated instrument

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure-1: Instrument details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash Credit	NA	NA	NA	19.00	[ICRA]BBB+ (Stable); withdrawn
NA	Letter of Credit & Bank Guarantee	NA	NA	NA	13.50	[ICRA]A2; withdrawn
NA	Unallocated	NA	NA	NA	28.60	[ICRA]BBB+ (Stable)/[ICRA]A2; withdrawn

Source: Accord Software & Systems Pvt. Ltd.

Annexure-2: List of entities considered for consolidated analysis: Not Applicable

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