

September 29, 2020

## Pioneer Elabs Limited: Ratings withdrawn

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund-based – LRD Loan	17.00	0.00	[ICRA]BBB(Stable); withdrawn
<b>Total</b>	<b>17.00</b>	<b>0.00</b>	

\*Instrument details are provided in Annexure-1

### Rationale

The rating assigned to Pioneer Elabs Limited (Pioneer) has been withdrawn in accordance with ICRA's policy on withdrawal at the request of the company. As per the details shared with ICRA, the rated LRD loan was completely repaid and there is no amount outstanding against the rated instruments. ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

Link to the previous rationale: [Click here](#)

### Key rating drivers and their description

Not Applicable

### Liquidity position

Not Applicable

### Rating sensitivities

Not Applicable

### Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Corporate Credit Rating Methodology</a> <a href="#">ICRA Policy on Withdrawal and Suspension of Credit Rating</a>
Parent/Group Support	Not Applicable
Consolidation/Standalone	Standalone

### About the company

Pioneer Elabs Limited incorporated in 1998 by P. Sridhar Reddy is an Internet Service Provider (ISP) head quartered in Madhapur, Hyderabad with branch offices spread across 5 locations in India. Pioneer is Class A Internet Service Provider certified by Department of Telecom (DoT) India. The company is a National Service Provider with an employee base of over 1000 professionals and is uniquely positioned to provide spam free, least latent internet services to corporates, retail customers and group company. Pioneer Towers with the 1.65 lakh sqft, an IT Park located at Madhapur, IT Hub of

Hyderabad provides conducive environment for the IT employees working in the building; the property has been leased out to various IT companies viz. CtrlS datacenters limited, Fulcrum global technologies, Cloud 4C services private limited.

### Key financial indicators (audited)

	FY2018	FY2019
Operating Income (Rs. crore)	77.7	59.4
PAT (Rs. crore)	2.8	5.6
OPBDIT/OI (%)	11.5%	16.9%
PAT/OI (%)	3.6%	9.4%
Total Outside Liabilities/Tangible Net Worth (times)	0.8	0.9
Total Debt/OPBDIT (times)	3.0	2.5
Interest Coverage (times)	2.7	60.8

Source: Pioneer

### Status of non-cooperation with previous CRA: Not applicable

### Any other information: None

### Rating history for past three years

Instrument	Current Rating (FY2021)				Rating History for the Past 3 Years		
	Type	Amount Rated	Amount Outstanding	Rating 29-Sep-2020	FY2020	FY2019	FY2018
1 LRD Loan	Long Term	0.0	0.0	[ICRA]BBB(Stable); withdrawn	-	31-Mar-2019 [ICRA]BBB (SO) (Stable)	-

Amount in Rs. crore

### 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](http://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	LRD Loan	Jan-2011	-	-	0.00	[ICRA]BBB(Stable); withdrawn

Source: Pioneer

## Analyst Contacts

**Shubham Jain**

+91 124 4545306

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

**Rajeshwar Burla**

+91 40 4067 6527

[rajeshwar.burla@icraindia.com](mailto:rajeshwar.burla@icraindia.com)

**Sagar Kumar Padhy**

+91 40 4067 6532

[sagar.padhy@icraindia.com](mailto:sagar.padhy@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

### Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

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

Website: [www.icra.in](http://www.icra.in)

### Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

### Branches

Mumbai + (91 22) 24331046/53/62/74/86/87

Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,

Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,

Bangalore + (91 80) 2559 7401/4049

Ahmedabad+ (91 79) 2658 4924/5049/2008

Hyderabad + (91 40) 2373 5061/7251

Pune + (91 20) 2556 0194/ 6606 9999

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