

February 15, 2022

Integreon Managed Solutions (India) Pvt. Ltd.: Ratings Withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term/Short-term-Fund based limits	0.10	0.10	[ICRA]BBB(Stable)/[ICRA]A3+:Withdrawn
Long-term/Short-term - Non-Fund based limits	5.15	5.15	[ICRA]BBB(Stable)/[ICRA]A3+:Withdrawn
Total	5.25	5.25	

*Instrument details are provided in Annexure-1

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of **Integreon Managed Solutions (India) Pvt. Ltd.** at the request of the entity and no dues certificate received from the banker, and in accordance with ICRA's policy on withdrawal and suspension. 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Rating Drivers, Liquidity Position, Rating Sensitivities, have not been captured as the related instruments are being withdrawn.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	ICRA Policy on Withdrawal and Suspension of Credit Ratings Corporate Credit Rating Methodology
Parent/Group Support	ICRA expects the Integreon Group to continue to extend operational and technological support to IMSIPL, given the high strategic importance that it holds for the Group for meeting its diversification objectives. The Group also shares a common name, which in ICRA's opinion would persuade the parent to provide financial support to IMSIPL to protect its reputation from the consequences of a group entity's distress.
Consolidation/Standalone	The rating is based on standalone financial statements of IMSIPL. However, while arriving at the rating, ICRA has also considered the Group business profile as the rated entity is a 100% captive unit of the Group

About the company

Integreon Managed Solutions (India) Private Limited was incorporated on 6th September 2000 as a private limited Company. It is a part of the Integreon Inc and serves as its India delivery centre.

IMSIPL operates as a business process outsourcing which offers business administration services, and document & content management and graphic designing services. It works as an offshore delivery center for its group entities, namely, Integreon Managed Solutions Inc., United States of America (USA) (IMS-US) and Integreon Managed Solutions Limited, United Kingdom (UK) (IMS-UK).

The Company provides services to legal, banking, consulting, professional services and general corporate sectors. Since the Company acts as a delivery center for its group entities, significant share of total revenue is derived from USA and UK with former contributing around 90% the topline of the Company. IMSIPL operates through its head office based in Mumbai, Maharashtra and also has a delivery center in Noida.

Key financial indicators (audited)

	FY2020	FY 2021
Operating Income (Rs. crore)	180.5	192.8
PAT (Rs. crore)	24.5	18.8
OPBDIT/OI (%)	20.3%	16.1%
RoCE (%)	26.8%	17.6%
Total Outside Liabilities/Tangible Net Worth (times)	0.2	0.1
Total Debt/OPBDIT (times)	0.0	0.0
Interest Coverage (times)	85.2	177.1
DSCR (times)	67.0	131.9

PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, Taxes and Amortisation

* Unaudited

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2022)				Rating History for the Past 3 Years			
		Type	Amount Rated (Rs. Cr.)	Amount Outstanding as of Mar 31, 2021 (Rs. Cr.)	Date & Rating		FY2021	FY2020	FY2019
					Feb 15, 2022	Apr 12, 2021	-	Jan 08, 2020	-
1	Fund Based Limits	Long-term/short term	0.10	-	[ICRA]BBB (Stable)/[ICRA]A3+; Withdrawn	[ICRA]BBB (Stable)/[ICRA]A3+	-	[ICRA]BBB-(Stable)/[ICRA]A3	-
2	Non-Fund based Limits	Long-term/short term	5.15	-	[ICRA]BBB (Stable)/[ICRA]A3+; Withdrawn	[ICRA]BBB (Stable)/[ICRA]A3+	-	[ICRA]BBB-(Stable)/[ICRA]A3	-

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long-term/Short-term - Fund based limits	Simple
Long-term/Short-term - Non-Fund based limits	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 analysing 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

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 Limits - EPC/PCFC	-	-	-	0.10	[ICRA]BBB (Stable)/ [ICRA]A3+;withdrawn
NA	Non-Fund based Limits - Forward Contract	-	-	-	5.15	[ICRA]BBB (Stable)/ [ICRA]A3+;withdrawn

Source: Company

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

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About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

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Branches



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