

February 28, 2025

Arcalis Technologies Private Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous rated amount (Rs. crore)	Current rated amount (Rs. crore)	Rating action
Non-Convertible Debenture	325.00	325.00	[ICRA]BBB-(Stable); withdrawn
Total	325.00	325.00	

*Instrument details are provided in Annexure I

Rationale

ICRA has withdrawn the ratings assigned to the non-convertible debentures of Arcalis Technologies Private Limited (ATPL/ the company) as the company has been merged into Nihilent Limited (Nihilent) following the receipt of NCLT approval in January 2025. The rating has been withdrawn in accordance with ICRA's policy on withdrawal.

The key rating drivers, liquidity position, key financial indicators and rating sensitivities have not been captured as the rated instruments are being withdrawn.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	Corporate Credit Rating Methodology IT - Software & Services Policy for withdrawal of credit ratings
Parent/Group support	Not Applicable
Consolidation/Standalone	For arriving at the rating, ICRA has considered the consolidated financials of Nihilent (including its subsidiaries as mentioned in Annexure II) and ATPL in FY2024. Subsequently, ATPL was merged into Nihilent.

About the company

ATPL was incorporated as a special purpose vehicle through which 70.2% stake was acquired in Nihilent Limited and exit was provided to the erstwhile shareholders. It was owned by Mr. L.C. Singh (99.9% stake), who is the co-founder of Nihilent. The company ceased to exist following its merger into Nihilent in January 2025.

Nihilent was incorporated on May 29, 2000, as a private limited company and was converted into a public limited company on September 10, 2015. Nihilent is a consulting, advisory solution company leveraging technology to transform businesses. The company is involved in digital innovation using capabilities such as data analysis, deep learning, machine learning, artificial intelligence (AI) and Generative AI, creative content, including advertising, animation, etc.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Current (FY2025)			Chronology of rating history for the past 3 years						
Instrument	Type	Amount Rated (Rs Crore)	28-Feb-2025	FY2024		FY2023		FY2022	
				Date	Rating	Date	Rating	Date	Rating
NCDs	Long Term	325.00	[ICRA]BBB- (Stable); withdrawn	07-FEB-2024	[ICRA]BBB- (Stable)	-	-	-	-

Complexity level of the rated instruments

Instrument	Complexity indicator
Non-convertible debentures	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 are available on ICRA's website: [Click here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
INE0QK907023	Non-Convertible Debenture	Dec-2023	13.6%	Dec-2029	190.00	[ICRA]BBB-(Stable); withdrawn
INE0QK907015	Non-Convertible Debenture	Dec-2023	13.6%	Apr-2027	135.00	[ICRA]BBB-(Stable); withdrawn

Source: Company

Annexure II: List of entities considered for consolidated analysis

Company Name	Nihilent Ownership	Consolidation Approach
Arcalis Technologies Private Limited	-	Full Consolidation
Seventh August IT Service Private Limited	100%	Full Consolidation
Intellect Bizware Services Private Limited	100%	Full Consolidation
Nihilent Inc.	100%	Full Consolidation
Nihilent Australia Pty Ltd.	100%	Full Consolidation
Nihilent Nigeria Ltd.	51%	Full Consolidation
BPA Technologies Private Limited	100%	Full Consolidation

Source: Company

ANALYST CONTACTS

Shamsher Dewan
+91 124 4545 328
shamsherd@icraindia.com

Kinjal Shah
+91 22 6114 3400
kinjal.shah@icraindia.com

Deepak Jotwani
+91 12 4454 5870
deepak.jotwani@icraindia.com

Gaurav Kushwaha
+91 40 4547 4829
gaurav.kushwaha@icraindia.com

RELATIONSHIP CONTACT

L. Shivakumar
+91 22 6114 3406
shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani
Tel: +91 124 4545 860
communications@icraindia.com

HELPLINE FOR BUSINESS QUERIES

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

info@icraindia.com

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.

For more information, visit www.icra.in

ICRA Limited



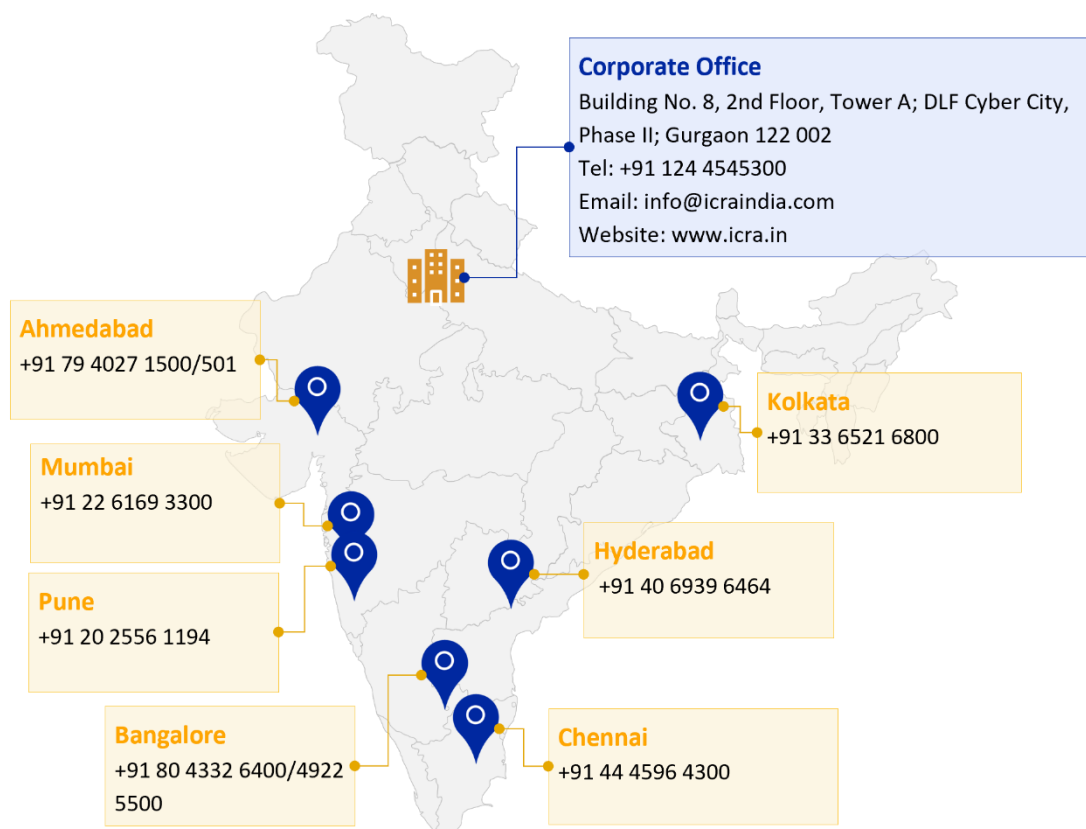
Registered Office

B-710, Statesman House, 148 Barakhamba Road, New Delhi-110001

Tel: +91 11 23357940-45



Branches



© Copyright, 2025 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.