

Meridian Educational Society

February 28, 2019

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Term loan	130.00	130.00	[ICRA]B(Stable) ISSUER NOT COOPERATING; Withdrawn
Total	130.00	130.00	

*Instrument details are provided in Annexure-1

Rating action

ICRA has withdrawn the long-term rating of [ICRA]B(Stable) ISSUER NOT COOPERATING (pronounced ICRA B with Stable outlook) assigned to the Rs. 130.00 crore¹ bank limits of Meridian Educational Society (MES)².

Rationale

The rating is withdrawn in accordance with ICRA's policy on withdrawal and suspension at the request from the company based on account closure certificate from the banker.

Key rating drivers

Key Rating drivers has not been captured as the rated instruments are being withdrawn.

Liquidity Position:

Key Rating drivers has not been captured as the rated instruments are being withdrawn.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	Not Applicable

¹100 lakh = 1 crore = 10 million

²For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications

About the company

Meridian Educational Society was founded in 1995 in Hyderabad. The society operates four schools across Hyderabad with total intake capacity of 4500 students from Nursery to Class XII. All the schools are affiliated to Central Board of Secondary Education (CBSE). Meridian Educational Society is a part of the Butta Group having interests in hospitality, automobile dealerships, retail and education. The Group is promoted by Mr. B.S. Neelakanta and his wife Mrs. B. Renuka. The society established its first school in Banjara Hills, Hyderabad in 1995. This was followed by three other schools at Madhapur (2006), Kukatpally (2008) and Jubilee Hills (2010, pre-school).

Key financial indicators

Not Applicable

Status of non-cooperation with previous CRA: CRISIL in its rationale dated December 7, 2014 has suspended its ratings CRISIL B(Stable) on the bank facilities of MES.

Any other information: None

Rating history for last three years:

Current Rating (FY2019)				Chronology of Rating History for the Past 3 Years				
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating Feb 2019	Date & Rating in FY2018		Date & Rating in FY2017 Oct 2016	Date & Rating in FY2016
1	Long Term	130.00	0.00	[ICRA]B(Stable) ISSUER NOT COOPERATING; Withdrawn	March 2018	Nov 2017	[ICRA]B(Stable)	-
					ISSUER NOT COOPERATING	ISSUER NOT COOPERATING		

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 No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Term Loan 1	October 2015	NA	March 2026	85.00	[ICRA]B(Stable) ISSUER NOT COOPERATING; Withdrawn
NA	Term loan 2	March 2016	NA	March 2026	45.00	[ICRA]B(Stable) ISSUER NOT COOPERATING; Withdrawn

Source: MES

Annexure-2: List of entities considered for consolidated analysis

Not Applicable

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