

## Savex Technologies Private Limited

March 22, 2019

### Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount(Rs. crore)	Rating Action
Long-term / Short-term – Fund-based/ Non-fund Based Bank limits	805.0	805.0	[ICRA]A+(Positive)/[ICRA]A1+; Withdrawn
Commercial paper	50.0	50.0	[ICRA]A1+; Outstanding

\*Instrument details are provided in Annexure-1

### Rationale

The ratings for the Rs. 805.0 crore long-term / short-term – fund-based/ non-fund based bank limits of Savex Technologies Private Limited (STPL) has been withdrawn at the request of the company and upon receipt of no objection certificate/no dues certificate from the bankers, in accordance with ICRA's policy on withdrawal and suspension of credit rating. ICRA continues to have rating of [ICRA]A1+ outstanding on the Rs. 50.0 crore commercial paper programme of STPL.

### Key rating drivers

The previous detailed rating rationale is available on the following link: [Click here](#)

### Liquidity position

The previous detailed rating rationale is available on the following link: [Click here](#)

### 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 Ratings</a>
Parent/Group Support	Not Applicable
Consolidation/Standalone	Consolidation

### About the company

The company was founded in 1986 as Savex Corporation by Mr. Anil Jagasia, and was later incorporated as Savex Computers Limited in 1988. The company was re-named as Savex Technologies Private Limited in April, 2015. It is involved in the distribution of branded computers, computer peripherals, mobile phones and accessories through a network of sales office branches spread across the country. It is a distributor for a number of vendors— such as Samsung India Electronics Private Limited (mobile phones, consumer electronics and IT products), Hewlett Packard India Sales Private Limited, Hewlett Packard Enterprise India Private Limited, Lenovo, Logitech Asia Pacific Limited, Microsoft India Corporation, Benq, Ubiquiti, D-Link Corporation and Huawei. STPL offers its vendors access to more than 7,000 channel partners, retailers, corporate resellers, value-added resellers, and systems integrators in various cities and towns in India.

## Key financial indicators (audited)

Consolidated	FY2016	FY2017
Operating Income (Rs. crore)	6,614.8	8,483.9
PAT (Rs. crore)	98.6	131.3
OPBDIT/ OI (%)	2.9%	2.8%
RoCE (%)	24.0%	24.8%
Total Debt/ TNW (times)	0.7	0.7
Total Debt/ OPBDIT (times)	1.9	1.8
Interest Coverage (times)	4.6	6.4

OI: Operating Income; PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, and Taxes; ROCE: PBIT/Avg (Total Debt + Tangible Net Worth (TNW) + Deferred Tax Liability - Capital Work in Progress - Capital advances)

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

## Any other information: None

## Rating history for last three years

		Current Rating (FY2018)			Chronology of Rating History for the past 3 years		
Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2016
				March 2019	February 2018	March 2017	March 2016
1 Fund-based /Non-fund Based Limits	Long-term/ Short-term	805.0	-	Withdrawn	[ICRA]A+ (Positive)/ [ICRA]A1+	[ICRA]A+ (Stable)/ [ICRA]A1+	[ICRA]A+ (Stable)/ [ICRA]A1
2 Unallocated Limits	Long-term/ Short-term		-	-	-	[ICRA]A+ (Stable)/ [ICRA]A1+	-
3 Commercial Paper	Short-term	50.0	-	[ICRA]A1+	[ICRA]A1+	-	-

## 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	Long-term/ Short-term Fund-based/ Non-fund Based Limits	NA	NA	NA	805.0	[ICRA]A+ (Positive)/ [ICRA]A1+; Withdrawn
NA	Commercial Paper	NA	NA	7-365 days	50.0	[ICRA]A1+

Source: Savex Technologies Private Limited

### Annexure-2: List of entities considered for consolidated analysis

Company Name	Ownership	Consolidation Approach
Savex Singapore Pte Limited	99.95%	Full Consolidation

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