

Savex Technologies Private Limited

March 28, 2019

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Commercial paper	50.0	50.0	[ICRA]A1+; Withdrawn

*Instrument details are provided in Annexure-1

Rationale

The rating for the Rs. 50.0 crore commercial paper limits of Savex Technologies Private Limited (STPL) has been withdrawn at the request of the company and on confirmation by the company that there is no amount outstanding against the rated commercial paper. The rating has been withdrawn in accordance with ICRA's policy on withdrawal and suspension of credit rating.

Key rating drivers

Key rating drivers have not been captured since the rating has been withdrawn.

Liquidity position

Liquidity position has not been captured since the rating has been withdrawn.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA Policy on Withdrawal and Suspension of Credit Ratings
Parent/Group Support	Not Applicable
Consolidation/Standalone	Not Applicable

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 (FY2019)				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	March 2019				
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	-	Withdrawn	[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

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	Commercial Paper	NA	NA	NA	50.0	[ICRA]A1+; Withdrawn

Source: Savex Technologies Private Limited

ANALYST CONTACTS

Subrata Ray

+91 22 6114 3408

subrata@icraindia.com

Jay Sheth

+91 22 6114 3419

jay.sheth@icraindia.com

Rachit Mehta

+91 22 6114 3423

rachit.mehta@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

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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

Website: 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
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Pune + (91 20) 2556 0194/ 6606 9999

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