



Press Release

Cerebra Integrated Technologies Limited

November 29, 2024

Ratings

Facilities	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	13.99	IVR D; ISSUER NOT COOPERATING* (IVR Single D; ISSUER NOT COOPERATING)	IVR D; ISSUER NOT COOPERATING* (IVR Single D; ISSUER NOT COOPERATING)	Reaffirmed and Continued under ISSUER NOT COOPERATING Category	Simple
Short Term Bank Facilities	15.00	IVR D; ISSUER NOT COOPERATING* (IVR Single D; ISSUER NOT COOPERATING)	IVR D; ISSUER NOT COOPERATING* (IVR Single D; ISSUER NOT COOPERATING)	Reaffirmed and Continued under ISSUER NOT COOPERATING Category	Simple
Long Term/Short Term Bank Facilities	21.01	IVR D; ISSUER NOT COOPERATING* (IVR Single D; ISSUER NOT COOPERATING)	IVR D; ISSUER NOT COOPERATING* (IVR Single D; ISSUER NOT COOPERATING)	Reaffirmed and Continued under ISSUER NOT COOPERATING Category	Simple
Total	50.00	Rupees Fifty Crore Only			

**ISSUER NOT COOPERATING; Based on best available information*

Details of Facilities/Instrument are in Annexure 1

Facility wise lender details are at Annexure 2

Detailed explanation of covenants is at Annexure 3

Ratings

The rating has been reaffirmed under 'ISSUER NOT COOPERATING' category due to non-submission of information and lack of management co-operation.

Detailed Rationale

The rating revision is because of lack of adequate information regarding Cerebra Integrated Technologies Limited (CITL) performance and hence the uncertainty around its credit risk. Infomerics Valuation and Rating Private Limited (IVR) assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

IVR has rated the bank loan facilities of Cerebra Integrated Technologies Limited (CITL) on November 15, 2023. Despite close follow up through telephone calls and mails dated October



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7, 2024, October 25, 2024, and November 20, 2024, and concurrently over several phone calls for submission required information for review and failure to submit minimum required information for a review is considered as an act of non-cooperation. In the absence of adequate information from the company, IVR is unable to assess the company's financial performance and its ability to service its debt and maintain a valid rating. Accordingly, the lenders, investors and other users of this rating are requested to exercise adequate caution while using this rating as this rating may not adequately reflect the current credit risk profile of the company. Based upon the same, Infomerics Ratings (IVR) has reaffirmed the long-term and short term rating to IVR D; under ISSUER NOT COOPERATING.

Non-cooperation by Issuer

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the long-term and short-term rating for the bank loan facilities aggregating to Rs.50.00 Crore of CITL have been reaffirmed and continued under 'ISSUER NOT COOPERATING' category by Infomerics and the rating for the long term and short term be noted as IVR D; ISSUER NOT CO-OPERATING based on best available information.

Analytical Approach: For arriving at the ratings, IVR has analysed CITL's credit profile by considering the standalone financial statements of the company.

Applicable Criteria:

- [Rating Methodology for manufacturing Companies](#)
- [Financial Ratios & Interpretation \(Non- Financial Sector\)](#)
- [Guidelines on what constitutes Non-Cooperation by clients](#)
- [Criteria for Assigning Rating Outlook](#)
- [Complexity level of the rated instrument/ facilities](#)
- [Policy of Default recognition](#)

About the Company

Cerebra Integrated Technologies Limited, was initially established as partnership firm in 1992 and started its operation as manufacturing of computer systems and trading of its peripherals, components, etc. In 1993 it was converted to public limited company. CITL is currently engaged in the business of e-waste recycling, refining and refurbishment, electronic manufacturing services and IT infrastructure management. The company is listed on National Stock Exchange (NSE) and Bombay Stock Exchange (BSE).

Financials (Standalone):

	(Rs. crore)	
For the year ended*/As on	31-03-2023	31-03-2024



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	Audited	Audited
Total Operating Income	86.20	51.98
EBIDTA	9.60	-50.59
PAT	2.52	-47.90
Total Debt	41.01	39.07
Tangible Net worth	265.38	217.06
EBIDTA Margin (%)	11.13	-97.33
PAT Margin (%)	2.93	-92.96
Overall Gearing Ratio (x)	0.15	0.18
Interest Coverage Ratio (x)	1.01	-8.48

**Classification as per Infomerics' standards*

Status of non-cooperation with previous CRA: CRISIL vide press release date May 16, 2024, has reaffirmed the rating as CRISIL D under Issuer Not Cooperating due to non-cooperation by the issuer.

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Instrument/ Facilities	Current Ratings (Year 2024-25)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 (November 15, 2023)	Date(s) & Rating(s) assigned in 2023-24 (August 14, 2023)	Date(s) & Rating(s) assigned in 2023-24 (June 8, 2023)
1.	Fund Based	Long Term	13.99	IVR D/INC	IVR D/INC	IVR C/Negative /INC	IVR BB/Negative/ INC
2.	Fund Based	Short Term	10.00	IVR D/INC	IVR D/INC	IVR A4/INC	IVR A4/INC
3.	Non Fund Based	Short Term	5.00	IVR D/INC	IVR D/INC	IVR A4/INC	IVR A4/INC
4.	Fund Based/Non-Fund Based	Long Term/ Short Term	21.01	IVR D/INC	IVR D/INC	IVR C/Negative /A4/INC	IVR BB/Negative/ A4/INC

Name and Contact Details of the Rating Analyst:

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About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information visit www.infomerics.com

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
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Term Loan	-	-	-	2.99	IVR D/INC
Cash Credit	-	-	-	11.00	IVR D/INC
Bank Guarantee	-	-	-	3.00	IVR D/INC
Letter of Credit	-	-	-	2.00	IVR D/INC
Overdraft	-	-	-	10.00	IVR D/INC
Proposed	-	-	-	21.01	IVR D/INC

Annexure 2: Facility wise lender details

<https://www.infomerics.com/admin/prfiles/len-cerebra-nov24.pdf>

Annexure 3: Detailed explanation of covenants of the rated securities/facilities: Not Applicable.

Annexure 4: List of companies considered for consolidated/combined analysis: Not Applicable.

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at <http://www.infomerics.com>.