PTC India Financial Services Limited

January 22, 2022

Credit Update

On 19th January 2021, all three independent directors of PTC India Financial Services Limited (PFS) (Sh. Kamlesh Shivji Vikamsey, Sh. Thomas Mathew T., Sh. Santosh B. Nayar) resigned with immediate affect citing several corporate governance related issues. Various issues raised by the independent directors include issues in appointment of whole time director, lack/delay of disclosures of various information to board, change in terms & conditions of loans without prior approval of board and delay in appointment of board member as per regulatory requirements for renumeration committee.

PFS and its parent, PTC India have refuted the allegations prima facie, citing factual inaccuracies. CARE notes that PTC India is setting up an internal probe committee to investigate the issues raised further.

CARE will continue to monitor the outcome of internal probe along with any possible impact of the resignation of independent directors on the Company's financial performance and/or its liability franchise.

The company continues to have comfortable liquidity profile and as on date, PFS has ~INR410 crore of fixed deposit against payment obligations of ~INR400 crore till March 2022. The company also has undrawn credit lines of ~INR2,000 crore, which provides further support to liquidity. Also, as per the asset liability maturity statement dated September 30, 2021, there were no negative cumulative mismatches.

Please refer to the following link for the previous press release that captures key rating factors and rating sensitivities: click here

Contact us

Media Contact
Name – Mr. Mradul Mishra
Contact no. - +91-22-6754 3596
Email ID - mradul.mishra@careedge.in

Analyst Contact
Group Head Name – Ms. Neha Kadiyan
Group Head Contact no.- +91 813034 0369
Group Head Email ID- neha.kadiyan@careedge.in

Relationship Contact
Name – Ms. Swati Agrawal
Contact no. - +91-11-45333200
Email ID – swati.agrawal@careedge.in

About CARE Ratings Limited:
Established in 1993, CARE Ratings Ltd. is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India (SEBI), it has also been acknowledged as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). With an equitable position in the Indian capital market, CARE Ratings Limited provides a wide array of credit rating services that help corporates to raise capital and enable investors to make informed decisions backed by knowledge and assessment provided by the company.
With an established track record of rating companies over almost three decades, we follow a robust and transparent rating process that leverages our domain and analytical expertise backed by the methodologies congruent with the international best practices. CARE Ratings Limited has had a pivotal role to play in developing bank debt and capital market instruments including CPs, corporate bonds and debentures, and structured credit.

****For detailed Rationale Report and subscription information, please contact us at www.careedge.in**