

R S Software (India) Limited
 January 27, 2021

Rating

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	0.00	-	Withdrawn
Total Facilities	0.00		

Details of facilities in Annexure-1

For classification of instruments/facilities please refer to Annexure-4

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the rating assigned to the proposed bank facilities of R S Software (India) Limited (RSSL) with immediate effect, in accordance with CARE's policy on withdrawal of ratings, as the rating awarded by CARE to the proposed bank facility of RSSL has not been used for mobilizing funds and as such no amount is outstanding against the rated facility as on date.

Analytical approach: Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About the Company

R S Software (India) Ltd. (RSSL) was set up as a private limited company by Kolkata-based, Mr R. R. Jain in December, 1987 (converted into a Public Limited company in February, 1992). RSSL is predominantly engaged in software development, maintenance, testing and software project management under client server and web-based technologies. The major infrastructure of the company is located at Salt Lake Electronics Complex, Kolkata and the day-to-day affairs of the company are looked after by Mr R. R. Jain (Chairman and MD). RSSL has received various accreditations/certifications (including ISO 9001:2000 certification) for its processes.

After discontinuance of its contract with Visa Inc., RSSL has shifted its focus from service to product/ platform development, digital payments, in-country networks in order to tap growing opportunities.

Brief Financials (Rs. crore)	FY19 (A)	FY20 (A)
Total operating income	62.18	59.96
PBILDT	-31.69	-44.66
PAT	-23.88	-62.68
Overall gearing (times)	0.11	0.18
Interest coverage (times)	NM	NM

A: Audited; NM: Not Meaningful

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating History: Please refer Annexure-2

Rating History for last three years: Please refer Annexure-2

Covenants of rated facility: Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of various instruments rated for this company: Annexure 4

¹Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	0.00	Withdrawn

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Fund-based - LT-Cash Credit	LT	-	-	-	1)CARE BB+; Stable (20-Feb-20) 2)CARE BBB; Stable (05-Jul-19)	1)CARE BBB+; Stable (04-Jan-19) 2)CARE BBB+; Stable (06-Aug-18)	1)CARE A-; Negative (25-Sep-17)
2.	Non Fund-based- ST-Bank Guarantees	ST	-	-	-	1) Withdrawn (05-Jul-19)	1)CARE A2 (04-Jan-19) 2)CARE A2 (06-Aug-18)	1)CARE A2 (25-Sep-17)

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities – Not applicable**Annexure 4: Complexity level of various instruments rated for this Company**

Sr. No.	Name of the Instrument	Complexity Level
1.	Fund-based - LT-Cash Credit	Simple

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is 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 CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating/outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.