

Maximaa Systems Limited
July 30, 2021

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating	Rating Action
Long term Bank Facilities	6.33	CARE D; ISSUER NOT COOPERATING* (Single D; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Short term Bank Facilities	2.00	CARE D; ISSUER NOT COOPERATING* (Single D; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total	8.33 (Rupees Eight crore and thirty three lakh only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated July 31, 2020, placed the rating(s) of Maximaa Systems Limited (MSL) under the 'issuer non-cooperating' category as MSL had failed to provide information for monitoring of the rating. MSL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated June 16, 2021, June 26 2021 and July 06, 2021 among others.

In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which however, in CARE's opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).

Detailed description of the key rating drivers

At the time of last rating on July 31, 2020 the following were the rating strengths and weaknesses (updated for the information available from Bombay Stock Exchange):

Key Rating Weaknesses

Delay in Debt Servicing: MSL's account has been classified as Non-Performing Asset (NPA) by Bank of India on account of ongoing delay in debt servicing

Analytical approach: Standalone

Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[CARE's Policy on Default Recognition](#)

[Criteria on assigning 'outlook' and 'credit watch' to Credit Ratings](#)

[Criteria for Short Term Instruments](#)

[Rating Methodology – Manufacturing Companies](#)

[Financial ratios – Non-Financial Sector](#)

About the Company

Incorporated in 1990, Maximaa System Limited [(MSL) originally established as a partnership firm in the year 1983] listed on the Bombay Stock Exchange is engaged in business of manufacturing and trading of different types of industrial storage systems [i.e. lockers, cupboards & steel furniture made of CRC sheets & is in the form of slotted angles, panels of different specifications and design for storing inventory] and IT services. Further the company ventured into manufacturing pharmaceutical formulations making ayurvedic in combination with probiotics.

Brief Financials (Rs. crore)	FY20 (A)	FY21 (A)
Total operating income	3.72	1.10
PBILDT	-17.80	-4.75
PAT	-19.29	-7.64
Overall gearing (times)	-4.57	-1.12
Interest coverage (times)	-234.62	0.00

A: Audited

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

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

Complexity level of various instruments rated for this company: Annexure 3

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-Term Loan	-	-	-	1.33	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit	-	-	-	5.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-BG/LC	-	-	-	2.00	CARE D; ISSUER NOT COOPERATING*

*Issuer did not cooperate; Based on best available information

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 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1.	Fund-based - LT-Term Loan	LT	1.33	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (31-Jul-20)	1)CARE D; ISSUER NOT COOPERATING* (22-Jul-19)	1)CARE D; ISSUER NOT COOPERATING* (18-Jul-18)
2.	Fund-based - LT-Cash Credit	LT	5.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (31-Jul-20)	1)CARE D; ISSUER NOT COOPERATING* (22-Jul-19)	1)CARE D; ISSUER NOT COOPERATING* (18-Jul-18)
3.	Non-fund-based - ST-BG/LC	ST	2.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (31-Jul-20)	1)CARE D; ISSUER NOT COOPERATING* (22-Jul-19)	1)CARE D; ISSUER NOT COOPERATING* (18-Jul-18)

*Issuer did not cooperate; Based on best available information

Annexure 3: Complexity level of various instruments rated for this Company

Sr. No.	Name of the Instrument	Complexity Level
1.	Fund-based - LT-Cash Credit	Simple
2.	Fund-based - LT-Term Loan	Simple
3.	Non-fund-based - ST-BG/LC	Simple

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

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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.

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