

## Zee Learn Limited

August 27, 2020

### Ratings

Instruments	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Non-Convertible Debenture issue (NCD)	-	-	Withdrawn

*Details of instruments/facilities in Annexure-1*

### Detailed Rationale & Key Rating Drivers

CARE has withdrawn the rating assigned to the NCD issue of Zee Learn Limited (ZLL) with immediate effect, as the terms of the aforementioned NCD issue have changed substantially post restructuring.

**Analytical approach:** Not Applicable.

### Applicable Criteria

[Policy on Withdrawal of ratings](#)

### About the Company

ZLL is a part of Essel group and was incorporated in the year 2010. It is a child development and education company which operates K-12 schools under the brand name "Mount Litera Zee Schools", pre-schools under the brand name "Kidzee", and vocational academy "ZICA" and "ZIMA". ZLL also acts as a consultant to local entrepreneurs who wish to setup K-12 schools, Kidzee pre-school and provides end to end education management and advisory services. ZLL had acquired MT Educare Limited (MTEL) on May 25, 2018.

Consolidated Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)	9MFY20(UA)
Total operating income	272.54	549.03	441.01
PBILD	106.21	189.94	182.59
PAT	49.28	83.39	67.33
Overall gearing (times)	0.78	1.98	NA
Interest coverage (times)	5.56	4.01	3.97

A: Audited UA: Unaudited, NA=Not Available, Note= Financials are classified as per CARE's standards

**Status of non-cooperation with previous CRA:** Not Applicable

**Any other information:** Not Applicable

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

### Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	ISIN	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Debentures-Non Convertible Debentures	April 01, 2015	10.40%	INE565L07018	FY20	0.00	Withdrawn

<sup>1</sup>Complete definitions of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and in other CARE publications.

**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.	Debentures-Non Convertible Debentures	LT	-	-	1)CARE B; Negative (24-Jul-20) 2)CARE B; Negative (07-Jul-20)	1)CARE AA (CE) (Under Credit watch with Negative Implications) (26-Sep-19)	1)CARE AA+ (SO) (Under Credit watch with Negative Implications) (08-Feb-19)	1)CARE AA+ (SO); Stable (07-Mar-18)
2.	Un Supported Rating	-	-	-	1)CARE B; Negative (07-Jul-20)	-	-	-

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

Sr. No.	Name of the Instrument	Complexity Level
1.	Debentures-Non Convertible Debentures	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](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

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#### About CARE Ratings:

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#### Disclaimer

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