

Zen Technologies Limited August 18, 2020

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action		
Long-term Bank Facilities	-	-	Reaffirmed at CARE BBB-; Stable (Triple B Minus; Outlook: Stable), removed from INC* and withdrawn		
Short-term Bank Facilities	-	-	Reaffirmed at A3 (A Three), removed from INC* and withdrawn		
Long-term/Short-term Bank Facilities	-	-	Reaffirmed at CARE BBB-; Stable (Triple B Minus; Outlook: Stable)/CARE A3 (A Three), removed from INC* and withdrawn		
Total Facilities	-				

Details of instruments/facilities in Annexure-1

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

CARE has reaffirmed while removing the ratings from INC category and subsequently withdrawn the outstanding ratings of 'CARE BBB-; Stable/CARE A3' [Triple B Minus; Outlook: Stable/ A Three] assigned to the bank facilities of Zen Technologies Limited with immediate effect. The above action has been taken at the request of Zen Technologies Limited and 'No Objection Certificate' received from the banks that have extended the facilities rated by CARE

Analytical approach: Not Applicable Applicable Criteria: Policy of withdrawal of rating

About the Company

Ratings

Zen Technologies Limited (ZTL), incorporated in 1993, is one of the key players in developing weapons training simulators in the country. The company has been promoted by Mr Ashok Atluri (CMD) and is listed on BSE. ZTL is engaged in designing, developing and manufacturing of training simulators for Indian Defense Services, Paramilitary Forces, Indian Navy, State and Central Police Forces and the State Transport Authorities.

Brief Financials (Rs. crore)	FY19 (A)	FY20 (Published)
Total operating income	93.94	148.82
PBILDT	24.27	65.49
PAT	19.24	60.5
Overall gearing (times)	0.30	0.03
Interest coverage (times)	5.07	20.59

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

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

¹Complete definition of the ratings assigned are available at <u>www.careratings.com</u> and other CARE publications *Issuer did not cooperate; Based on best available information

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
Non-fund-based - ST-Letter of credit	-	-	-	0.00	Withdrawn
Non-fund-based - LT/ ST-Bank Guarantees	-	-	-	0.00	Withdrawn
Fund-based - LT-Term Loan	-	-	-	0.00	Withdrawn

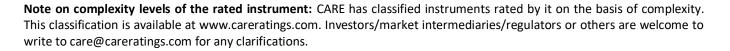
Annexure-2: Rating History of last three years

Sr.	Name of the	Name of the Current Ratings		Rating history				
No.	Instrument/Bank	Туре	Amount	Rating	Date(s) & Rating(s)	Date(s) &	Date(s) &	Date(s) &
	Facilities		Outstanding		assigned in 2020-2021	Rating(s)	Rating(s)	Rating(s)
			(Rs. crore)			assigned in	assigned in	assigned in
						2019-2020	2018-2019	2017-2018
1.	Fund-based - LT-Cash	LT	-	-	1)CARE BBB-; Stable;	1)CARE BBB;	1)CARE BBB-	1)CARE BBB;
	Credit				ISSUER NOT	Stable	; Stable	Stable
					COOPERATING*	(25-Jun-19)	(26-Dec-18)	(26-Mar-18)
					(27-Jul-20)		2)CARE BBB-	
							; Stable	
							(24-Aug-18)	
2.	Non-fund-based - ST-	ST	-	-	1)CARE A3; ISSUER	1)CARE A3+	1)CARE A3	1)CARE A3+
	Letter of credit				NOT COOPERATING*	(25-Jun-19)	(26-Dec-18)	(26-Mar-18)
					(27-Jul-20)		2)CARE A3;	
							Stable	
							(24-Aug-18)	
3.	Non-fund-based - LT/ ST-	LT/ST	-	-	1)CARE BBB-; Stable /	1)CARE BBB;	1)CARE BBB-	1)CARE BBB;
	Bank Guarantees				CARE A3; ISSUER NOT	Stable /	; Stable /	Stable /
					COOPERATING*	CARE A3+	CARE A3	CARE A3+
					(27-Jul-20)	(25-Jun-19)	(26-Dec-18)	(26-Mar-18)
							2)CARE BBB-	
							; Stable /	
							CARE A3	
							(24-Aug-18)	
4.	Fund-based - LT-Term	LT	-	-	1)CARE BBB-; Stable;	1)CARE BBB;	1)CARE BBB-	1)CARE BBB;
	Loan				ISSUER NOT	Stable	; Stable	Stable
					COOPERATING*	(25-Jun-19)	(26-Dec-18)	(26-Mar-18)
					(27-Jul-20)		2)CARE BBB-	
							; Stable	
							(24-Aug-18)	

Annexure-3: Detailed explanation of covenants of the rated 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
2.	Fund-based - LT-Term Loan	Simple
3.	Non-fund-based - LT/ ST-Bank Guarantees	Simple
4.	Non-fund-based - ST-Letter of credit	Simple



Contact us

Media Contact Mradul Mishra Contact no. – +91-22-6837 4424 Email ID – mradul.mishra@careratings.com

Analyst Contact

Group Head Name – Ms. Nivedita Ghayal Group Head Contact no.: +91-40-67937110 Group Head Email ID: nivedita.ghayal@careratings.com

Relationship Contact

Name: Mr. Ramesh Bob Contact no. : +91 - 9052000521 Email ID: ramesh.bob@careratings.com

About CARE Ratings:

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