

Mod Age Consultants & Advisory Services Private Limited  
March 27, 2019

Ratings			
Facilities	Amount (Rs. crore)	Rating <sup>19</sup>	Rating Action
Long-term Non Convertible Debenture	17.00	CARE D; ISSUER NOT COOPERATING* (Single D; ISSUER NOT COOPERATING)	Issuer not cooperating; based on best available information
Total Instruments	17.00 (Rupees Seventeen Crore only)		

*Details of instruments/facilities in Annexure-1*

**Detailed Rationale & Key Rating Drivers**

CARE had, vide its press release dated February 15, 2018, placed the rating(s) of Mod Age Consultants & Advisory Services Private Limited (MACASPL) under the 'issuer non-cooperating' category as MACASPL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. The company continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a emails dated February 26, 2019, February 15, 2019 and January 07, 2019. In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information. The ratings on the instruments of Mod Age Consultants & Advisory Services Private Limited will now be denoted as **CARE D; ISSUER NOT COOPERATING \***.

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

The rating takes into account the ongoing delays in servicing the interest on NCDs and the repayment of its principal.

**Detailed description of the key rating drivers**

At the time of last rating on February 15, 2018, the following were the rating weaknesses (updated for the information available from Registrar of Companies and Debenture Trustee).

**Key Rating Weaknesses****Delays in interest servicing**

Being a strategic investment company, Mod Age has no operations of its own and therefore does not have any revenue from operations. The interest obligations of the company are serviced through the funds infused by the promoters. Timely debt servicing of debt obligations remains dependent on timely infusion of funds by promoters/shareholders. However, presently, the company has ongoing delays in servicing of its interest obligations on the outstanding NCDs as well as delay in repayment of principal amount that was due in October, 2018.

**Analytical approach:** Standalone

**Applicable Criteria****Policy in respect of Non-cooperation by issuer****CARE's Policy on Default Recognition****Financial ratios – Non-Financial Sector****About the Company**

Incorporated on January 21, 2008, Mod Age; erstwhile known as Mod Age Investment Private Limited, name changed in December 2013, is a strategic investment holding company of the promoters of Jyoti Structures Limited (JSL). Mr K. R. Thakur and Mr P. K. Thakur, shareholders and directors in JSL, each hold 50% shareholding in Mod Age. As Mod Age is only an investment holding company, it does not have own operational cash flows. On October 30, 2013, the company issued NCDs of Rs.25.00 crore for investment in shares and offering loans to group companies. Of these, NCDs aggregating to Rs.17.00 crore was subscribed. The company has placed 1.18 crore shares of JSL as collateral against the NCD issue. The funds raised by the NCD issued are utilised for investment into shares of Surya India Fingrowth Private Limited, a group company.

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



Brief Financials (Rs. crore)		
	FY17 (A)	FY18 (A)
Total operating income	-	-
PBILDT	-	-
PAT	-0.06	-0.01
Overall gearing (times)	-1.76	-1.71
Interest coverage (times)	NM	NM
	NM	NM

A: Audited; NM: Not Meaningful

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

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

**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:**

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.

**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
Debentures-Non Convertible Debentures	October 30, 2013	10.00%	October 30, 2018	17.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information

\*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 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017	Date(s) & Rating(s) assigned in 2015-2016
1.	Debentures-Non Convertible Debentures	LT	17.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	1) CARE D; ISSUER NOT COOPERATING* (15-Feb-18) 2) CARE D (10-Apr-17)	-	1) CARE B- (14-Jan-16)

\*Issuer did not cooperate; Based on best available information