

May 22, 2024

Rajalaxmi Education Trust: Continues to remain under issuer non-Cooperating category

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Fund Based-Term Loan	21.00	21.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
Total	21.00	21.00	

*Issuer did not cooperate; based on best available information.

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has kept the Long-term rating for the bank facilities of Rajalaxmi Education Trust in the 'Issuer Not Cooperating' category. The rating is denoted as “[ICRA]B+(Stable); ISSUER NOT COOPERATING”.

As part of its process and in accordance with its rating agreement with Rajalaxmi Education Trust, ICRA has been trying to seek information from the entity so as to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite multiple requests by ICRA, the entity’s management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, the rating has been continued to the “Issuer Not Cooperating” category. The rating is based on the best available information.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities, Key financial indicators : [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Rating Methodology - Higher Education
Parent/Group Support	Not Applicable
Consolidation/Standalone	Standalone

About the company

Established in 2005, Rajalaxmi Education Trust (RET) runs the educational institute, “Mangalore Institute of Technology & Engineering (MITE)”, at Moodabidre in Mangalore, Karnataka. This college was established in FY2008 and is approved by the All India Council for Technical Education (AICTE), New Delhi, and is also affiliated to the Visveshwariah Technological University, Belgaum, Karnataka. It is, moreover, approved by the State Government of Karnataka. The college offers B. Tech, M. Tech and MBA courses with close to 3,133 students enrolled under the above courses in the Academic Year (AY) 2016. The college's daily operations are managed by its board of management, headed by the Chairman, Mr. Rajesh Chout.

Status of non-cooperation with previous CRA: NA

Any other information: None

Rating history for past three years

Instrument	Current Rating (FY2025)				Chronology of Rating History for the past 3 years			
	Type	Amount Rated (Rs. Crore)	Amount Outstanding (Rs. Crore)	Date & Rating in	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021	
				22-May-2024	22-March-2023	23-February-2022	16-December-2020	
1 Term Loan	Long Term	21.00	-	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	[ICRA]B+(Stable); ISSUER NOT COOPERATING	

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long Term Fund Based- Term Loan	Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: [Click Here](#)

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Long Term Fund Based-Term Loan	-	-	-	21.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING

Source: Rajalaxmi Education Trust

Annexure-2: List of entities considered for consolidated analysis: Not Applicable

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About ICRA Limited:

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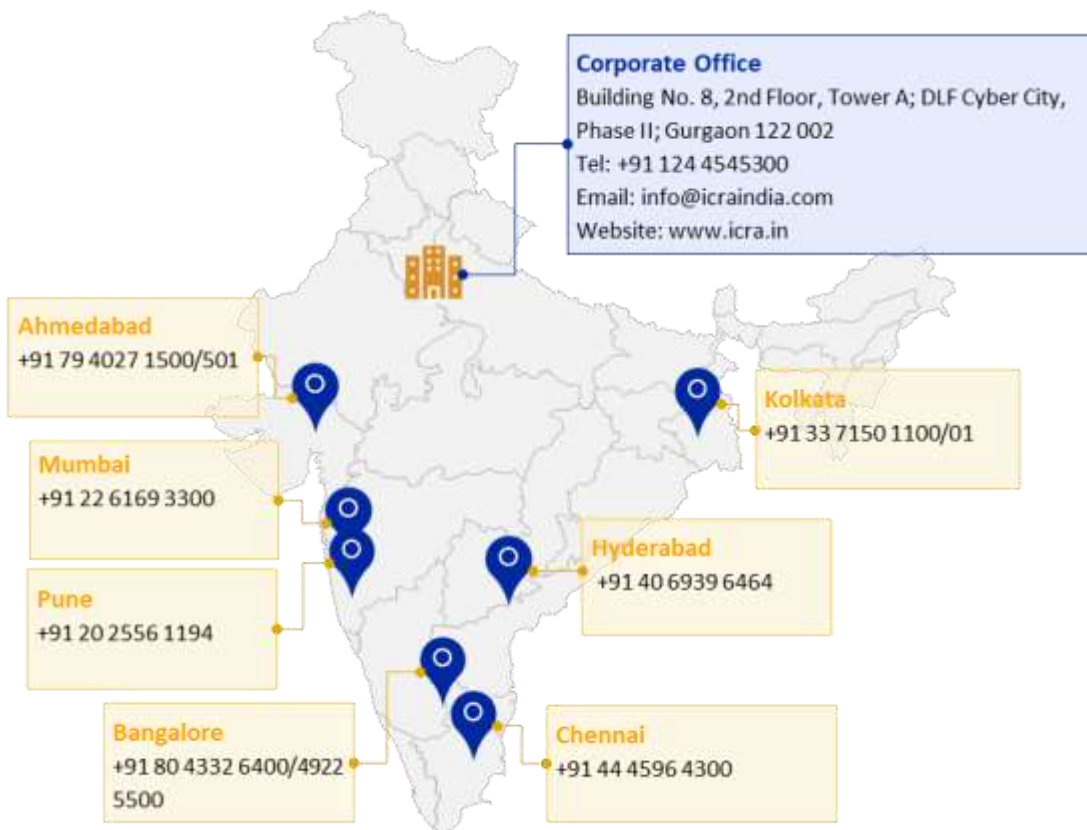
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