



## Rating Rationale

01 Sep 2023

### nuFuture Digital (India) Limited

**Brickwork Ratings reaffirms the Rating for the Non-Convertible Debentures of Rs. 256.30 crs of nuFuture Digital (India) Limited (or “the company”) based on the best available information, as the issuer did not cooperate.**

#### Particulars

Instrument**	Previous Amount (in Rs.)	Present Amount (in Rs.)	Tenure	Previous Rating August 10, 2022	Present Rating#
NCD (Issue amt Rs.400 crs)	25.00	<b>25.00</b>	Long Term	BWR D ISSUER NOT COOPERATING* Reaffirmation and continues to be in ISSUER NOT COOPERATING category	<b>BWR D Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed</b>
NCD (Issue amt Rs.250 crs)	12.50	<b>12.50</b>			
	50.00	<b>50.00</b>			
	75.00	<b>75.00</b>			
	93.80	<b>93.80</b>			
<b>Total</b>	256.30	<b>256.30</b>	<b>INR Two Hundred Fifty Six crores and Thirty Lakhs Only</b>		

#Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

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

\*\*Details of NCD is provided in Annexure-I

#### **RATING ACTION/OUTLOOK/NATURE OF NON-COOPERATION**

The rating of nuFuture Digital (India) Limited (or “the Company”) was due for review in August 2023 and BWR took up with the issuer to provide required information through emails. Despite the best efforts of BWR to get the minimum required information for a review, the company has not provided same. In the absence of adequate information from the Company, BWR is unable to assess the company’s performance, its ability to service its debt and maintain a valid rating. The debenture trustee has infomed the BWR that the default is continuing. Hence, BWR has reaffirmed the rating of the company at BWR D and continues the ratings under the Issuer Not Cooperating Category, based on the best available information.



**Limitations of the rating:**

Information availability risk is a key factor in the assessment of credit risk as generally, non-cooperation by the rated entities to provide the required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should, therefore, take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholdings of the information required for a review of the rating.

**About the Company (Information as available with BWR)**

Macro Economic Indicator	Sector	Industry	Basic Industry
Information Technology	Information Technology	IT - Software	Computers - Software & Consulting

Incorporated in 2007, nuFuture Digital India Limited (NFDIL) a Future Group Company, provides end-to-end technology solutions to the Group’s retail, logistics and other business divisions. Having built strong delivery capabilities in retail technology solutions, NFDIL is the Group’s innovation lab that helps companies discover and explore digital strategies which will shape the future of retail.

**KEY FINANCIAL INDICATORS**

Key Parameters	Units	FY 2018	FY2019	FY2023
Result Type		Audited	Audited	
Total Operating Income	Rs. Crs.	216.10	203.70	NA
EBITDA	Rs. Crs.	66.36	84.85	NA
PAT	Rs. Crs.	4.78	7.42	NA
Tangible Net worth (TNW)	Rs. Crs.	106.03	298.45	NA
Total Borrowing/TNW	Times	3.36	1.69	NA
Current ratio	Times	1.21	1.79	NA

*Note: As per information available with BWR. The financials after FY19 are not available.*

**NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY : The company has no outstanding rating under non-cooperation from other CRA.**

**RATING HISTORY for the previous three years (including withdrawal and suspension)**

Instrument	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2022	2021	2020
NCD	Long Term	25.00	<b>BWR D Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed</b>	BWR D ISSUER NOT COOPERATING* reaffirmation^ and continued to be in ISSUER NOT COOPERATING* category (10 August)	BWR D (CE) ISSUER NOT COOPERATING * (04 August)	BWR A- (CE) Credit Watch With Negative Implications (14 April)
NCD		231.30				BWR BBB+ (CE) Credit Watch With Negative Implications (27 May)
<b>Total</b>		<b>256.30</b>	<b>INR Two Hundred and Fifty Six crore and thirty lakhs only</b>			

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

^The analytical approach was changed from CE to standalone as the Lessees were incapable of providing any support to the company. Therefore, there was no meaningful credit enhancement available.

**COMPLEXITY LEVELS OF THE INSTRUMENTS: Simple**

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

**Hyperlink/Reference to applicable Criteria**

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Service Sector](#)
- [Default Recognition and Default Curing Period](#)
- [What Constitutes Non-Cooperation](#)

Analytical Contacts	
<b>Pallav Kumar Goel</b> Ratings Analyst <a href="mailto:pallavkumar.g@brickworkratings.com">pallavkumar.g@brickworkratings.com</a>	<b>Bal Krishna Piparaiya</b> Principal Director – Ratings Board: +91 22 28311426,28311439. <a href="mailto:piparaiya.bk@brickworkratings.com">piparaiya.bk@brickworkratings.com</a>
1-860-425-2742	<a href="mailto:media@brickworkratings.com">media@brickworkratings.com</a>

**nuFuture Digital (India) Limited**

**ANNEXURE I**

**INSTRUMENT (NCD) DETAILS**

Instrument	Issue Date	Amount (Rs. Crs.)	Coupon Rate	Maturity Date	Old ISIN	New ISIN
NCD	02-Jun-15	25.00	12.15%	02-Sep-20	INE946S07098	INE946S07197
<b>Total</b>	<b>A</b>	<b>25.00</b>				
NCD	28-Sep-18	12.50	12.80%	31-Dec-20	INE946S07114	INE946S07155
	28-Sep-18	50.00	12.80%	30-Dec-21	INE946S07122	INE946S07163
	28-Sep-18	75.00	12.80%	30-Dec-22	INE946S07130	INE946S07171
	28-Sep-18	93.80	12.80%	30-Dec-23	INE946S07148	INE946S07189
<b>Total</b>	<b>B</b>	<b>231.30</b>				
<b>Grand total</b>	<b>A + B</b>	<b>256.30</b>				



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