

Press Release
Siwan Tractors Private Limited

June 26, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 25.00 Cr.
Long Term Rating	ACUITE BB+ Issuer not co-operating*

* Refer Annexure for details

Rating Rationale

ACUITE has reviewed rating of '**ACUITE BB+** (read as **ACUITE double B plus**) to the Rs. 25.00 crore bank facilities of Siwan Tractors Private Limited. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower: Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Limitation regarding information availability: The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavored to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

About the rated entity: STPL, was set up as a proprietorship concern in 1982, and reconstituted as a private limited company in 2005, is an authorized dealer of passenger and light commercial vehicles of Mahindra & Mahindra Limited, and a distributor and dealer of tractors of Escorts Ltd, in Siwan and Gopalganj (both in Bihar).

For FY2015-16, the company reported profit after tax (PAT) of Rs.1.10 crore on operating income of Rs.169.17 crore, as compared with profit after tax (PAT) of Rs.1.45 crore on operating income of Rs.179.63 crore in FY2014-15. The net worth stood at Rs.10.22 crore as on March 31, 2016 against Rs.9.38 crore a year earlier.

Applicable Criteria

- Default Recognition-<https://www.acuite.in/view-rating-criteria-17.htm>
- Financial Ratios and Adjustments-<https://www.acuite.in/view-rating-criteria-20.htm>

Rating History (Upto last three years)

Date	Facilities	Amount (Rs. Crore)	Ratings		Rating Outlook
			Long Term	Short Term	
15 May, 2017	Cash Credit	15.00	ACUITE BB+ (Reaffirmed)	-	Stable
	Cash Credit	5.00	ACUITE BB+ (Reaffirmed)	-	Stable
	Fund based Working Capital	3.00	ACUITE BB+ (Assigned)	-	Stable
	SBLC	2.00	ACUITE BB+ (Assigned)	-	Stable
11 June, 2016	Cash Credit	15.00	ACUITE BB+ (Reaffirmed)	-	Stable
	Cash Credit	5.00	ACUITE BB+ (Reaffirmed)	-	Stable
17 Mar, 2015	Cash Credit	15.00	ACUITE BB+ (Assigned)	-	Stable
	Cash Credit	5.00	ACUITE BB+ (Assigned)	-	Stable

Annexures – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE BB+ Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB+ Issuer not co-operating*
Fund based Working Capital	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE BB+ Issuer not co-operating*
Proposed	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB+ Issuer not co-operating*

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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