

## Press Release

**Auto Axis Private Limited**

13 September, 2017



### Rating Update

|                                     |                                       |
|-------------------------------------|---------------------------------------|
| <b>Total Bank Facilities Rated*</b> | Rs. 29.00 Cr. #                       |
| <b>Long Term Rating</b>             | SMERA BB-<br>Issuer not co-operating* |
| <b>Short Term Rating</b>            | SMERA A4<br>Issuer not co-operating*  |

# Refer Annexure for details

\* The issuer did not co-operate; Based on best available information.

SMERA has reviewed the long-term rating of '**SMERA BB-**' (read as **SMERA BB minus**) and short term rating of '**SMERA A4**' (read as '**SMERA A four**') on the Rs. 29.00 crore bank facilities of Auto Axis Private Limited. This rating is now an indicative rating and is based on best available information.

#### Non-cooperation by the issuer/borrower

SMERA 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 SMERA's policies.

#### Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Trading Entities - <https://www.smera.in/criteria-trading.htm>

#### 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). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

#### About the Rated Entity

The Assam-based Auto Axis Private Limited (AAPL) was incorporated in 2006 by Mr. Anil Kumar Himatsingka and Mr. Ravi Kumar Himatsingka. The company began operations in 2007 as a dealer for Light Commercial Vehicles (LCVs) and M&HCVs of TATA Motors. It also deals in spare parts, accessories and undertakes servicing of vehicles. AAPL has two 3S (Sales, Service and Spares) facilities (Jorhat and Nogaon) and five sales outlets with yet another facility coming up at Golaghat, Assam.

For FY2014-15, AAPL reported profit after tax (PAT) of Rs.0.62 crore on total operating income of Rs.198.03 crore, as compared with PAT of Rs.0.53 crore on total operating income of Rs.130.31 crore in FY2013-14.

#### Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|------|---------------------------------|------|------------------|-----------------|
|      |                                 |      |                  |                 |

|             |                       |            |          |                               |
|-------------|-----------------------|------------|----------|-------------------------------|
| 28-Jun-2016 | Loan Against Property | Long Term  | INR 1    | SMERA BB-/Stable (Reaffirmed) |
|             | Inventory Funding     | Short Term | INR 4    | SMERA A4 (Reaffirmed)         |
|             | Cash Credit           | Long Term  | INR 6    | SMERA BB-/Stable (Reaffirmed) |
|             | Trade Advance         | Short Term | INR 1.5  | SMERA A4 (Reaffirmed)         |
|             | Channel Financing     | Short Term | INR 4    | SMERA A4 (Reaffirmed)         |
|             | Trade Advance         | Short Term | INR 12.5 | SMERA A4 (Reaffirmed)         |
| 11-May-2015 | Loan Against Property | Long Term  | INR 2    | SMERA BB-/Stable (Assigned)   |
|             | Inventory Funding     | Short Term | INR 4    | SMERA A4 (Assigned)           |
|             | Cash Credit           | Long Term  | INR 6    | SMERA BB-/Stable (Assigned)   |
|             | Trade Advance         | Short Term | INR 1.5  | SMERA A4 (Assigned)           |
|             | Channel Financing     | Short Term | INR 3    | SMERA A4 (Assigned)           |
|             | Trade Advance         | Short Term | INR 8    | SMERA A4 (Assigned)           |

#### #Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate    | Maturity Date  | Size of the Issue (Rs. Crore) | Ratings                               |
|------------------------|------------------|----------------|----------------|-------------------------------|---------------------------------------|
| Loan Against Property  | Not Applicable   | Not Applicable | Not Applicable | 1.00                          | SMERA BB-<br>Issuer not co-operating* |
| Inventory Funding      | Not Applicable   | Not Applicable | Not Applicable | 4.00                          | SMERA A4<br>Issuer not co-operating*  |
| Cash Credit            | Not Applicable   | Not Applicable | Not Applicable | 6.00                          | SMERA BB-<br>Issuer not co-operating* |
| Trade Advance          | Not Applicable   | Not Applicable | Not Applicable | 1.50                          | SMERA A4<br>Issuer not co-operating*  |

|                                  |                |                |                |       |                                      |
|----------------------------------|----------------|----------------|----------------|-------|--------------------------------------|
| Channel/Dealer/Vend or Financing | Not Applicable | Not Applicable | Not Applicable | 4.00  | SMERA A4<br>Issuer not co-operating* |
| Trade Advance                    | Not Applicable | Not Applicable | Not Applicable | 12.50 | SMERA A4<br>Issuer not co-operating* |

\*The issuer did not co-operate; Based on best available information.

## Contacts

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## ABOUT SMERA

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