

Press Release

Auto Axis Private Limited

13 September, 2017

Rating Update



Total Bank Facilities Rated*	Rs. 29.00 Cr. #
Long Term Rating	SMERA BB- Issuer not co-operating*
Short Term Rating	SMERA A4 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
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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- Issuer not co-operating*
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	4.00	SMERA A4 Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.00	SMERA BB- Issuer not co-operating*
Trade Advance	Not Applicable	Not Applicable	Not Applicable	1.50	SMERA A4 Issuer not co-operating*

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

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

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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities, and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, Certificate of Deposits etc.. For more details, please visit www.smera.in.

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