

Press Release

MDH Trucks Private Limited (MTPL)

13 March, 2018



Rating Update

Total Bank Facilities Rated*	Rs.12.50 Cr#
Long Term Rating (Indicative)	SMERA D Issuer not co-operating*
Short Term Rating (Indicative)	SMERA D Issuer not co-operating*

#Refer Annexure for details

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

SMERA has downgraded the long term rating to 'SMERA D' (read as SMERA D) from 'SMERA B' (read as SMERA B) and short term rating to 'SMERA D' (read as SMERA D) from 'SMERA A4' (read as SMERA A four) to the above mentioned facilities of MDH Trucks Private Limited. This rating is now an indicative rating and is based on best available information.

The rating downgrade reflects delays in service of interest payments. As on 10th March, 2018 the account is classified into SMA 0 category as merely confirmed by the banker.

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

- Trading Entities: <https://www.smera.in/criteria-trading.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>
- Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.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:

SMERA Ratings Limited

The Andhra Pradesh-based MDH, established in 2011 by Mr. Mohammed Naveed Shaik is an authorised dealer of commercial vehicles of Tata Motors Ltd. The company commenced commercial operations in 2012 to undertake servicing of vehicles and deals in spare parts at its two showrooms in Andhra Pradesh.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
19 Dec-2016	Cash Credit	Long Term	8.00	SMERA B/Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	0.50	SMERA B/Stable (Reaffirmed)
	Standby Line of Credit	Short Term	0.50	SMERA A4 (Reaffirmed)
	Secured Overdraft	Long Term	2.00	SMERA B/Stable (Assigned)
	Working Capital Demand Loan	Short Term	1.50	SMERA A4 (Assigned)
19 Sep-2016	Cash Credit	Long Term	8.00	SMERA B/Stable (Reaffirmed)
	Proposed Cash Credit	Long Term	1.00	SMERA B/Stable (Assigned)
	Standby Line of Credit	Short Term	0.50	SMERA A4 (Assigned)
	Term Loan	Long Term	1.50	SMERA B (Withdrawn)
24 Jul-2015	Cash Credit	Long Term	8.00	SMERA B/Stable (Assigned)

	Term Loan	Long Term	1.50	SMERA B/Stable (Assigned)
--	-----------	-----------	------	------------------------------

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	8.00	SMERA D (downgraded/ Indicative)
Proposed Cash Credit	NA	NA	NA	0.50	SMERA D (downgraded/ Indicative)
Standby Line of Credit	NA	NA	NA	0.50	SMERA D (downgraded/ Indicative)
Secured Overdraft	NA	NA	NA	2.00	SMERA D (downgraded/ Indicative)
Working Capital Demand Loan	NA	NA	NA	1.50	SMERA D (downgraded/ Indicative)

Contacts:

Analytical	Rating Desk
Suman Chowdhury President – SMERA Bond Ratings Tel: +91-22-6714 1107 Email: suman.chowdhury@smera.in	Varsha Bist Sr. Executive Tel: 022-67141160 Email: varsha.bist@smera.in
Sethu Madhav Putti Rating Analyst Tel: +91-22-6714 1128 Email: sethu.madhav@smera.in	

ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit www.smera.in.

SMERA Ratings Limited

Registered Office: 102, Sumer Plaza, Marol Maroshi Road, Marol, Andheri (East), Mumbai - 400 059 CIN: U74999MH2005PLC155683 | SEBI
Permanent Registration No.: IN / CRA / 006 / 2011

Disclaimer: A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.smera.in) for the latest information on any instrument rated by SMERA.