

Press Release

Pandit Automobiles Private Limited

October 17, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.00	-	ACUITE A4 Downgraded Issuer not co-operating*
Bank Loan Ratings	13.65	ACUITE B+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	14.65	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE single B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 14.65 crore bank facilities of Pandit Automobiles Private Limited (PAPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

The Haryana-based PAPL, established in 1998 is an authorised dealer of Maruti Suzuki India Limited (MSIL). The company, promoted by Mr. Jitender Sharma has a showroom and service centre in Yamunanagar, Haryana. PAPL undertakes sale of second hand cars through the True Value Channel. The company also runs NEXA showroom which commenced operations from July 2016 at Yamuna Nagar, Haryana.

Non-cooperation by the issuer/borrower:

Acuite 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 the due date. Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite'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). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

Material Covenants

None

Liquidity Position

"No information provided by the issuer / available for Acuite to comment upon."

Outlook

Not Applicable

Status of non-cooperation with previous CRA

"Brickwork, vide its press release dated February 28, 2022 had denoted the long term rating of Pandit Automobiles Pvt. Ltd. as 'BWR B +/Stable Downgrade/ISSUER NOT COOPERATING' and short term rating as 'BWR A4

Reaffirmation/ISSUER NOT COOPERATING' on account of lack of adequate information required for monitoring of ratings. The earlier rating, however, stood at 'BWR BB-/Stable Downgrade/ISSUER NOT COOPERATING' and 'BWR A4 Reaffirmation/ISSUER NOT COOPERATING' vide its press release dated January 22, 2021 ."

Any other information

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

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
20 Jul 2021	Cash Credit	Long Term	12.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.19	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.46	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	1.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.19	ACUITE BB (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)

20 Apr 2020	Proposed Long Term Loan	Long Term	0.46	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	1.00	ACUITE BB (Issuer not co-operating*)
	Cash Credit	Long Term	12.00	ACUITE BB (Issuer not co-operating*)
19 Feb 2019	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	0.19	ACUITE BB (Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	0.46	ACUITE BB (Issuer not co-operating*)
	Cash Credit	Long Term	12.00	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	1.00	ACUITE BB (Issuer not co-operating*)
06 Dec 2017	Cash Credit	Long Term	12.00	ACUITE BB Stable (Upgraded from ACUITE BB- Stable)
	Term Loan	Long Term	0.19	ACUITE BB Stable (Upgraded from ACUITE BB- Stable)
	Term Loan	Long Term	1.00	ACUITE BB Stable (Assigned)
	Bank Guarantee	Short Term	1.00	ACUITE A4+ (Upgraded from ACUITE A4)
	Proposed Long Term Loan	Long Term	0.46	ACUITE BB Stable (Assigned)
12 Oct 2016	Cash Credit	Long Term	12.00	ACUITE BB- Stable (Reaffirmed)
	Term Loan	Long Term	0.26	ACUITE BB- Stable (Reaffirmed)
	Bank Guarantee	Short Term	1.00	ACUITE A4 (Reaffirmed)
01 Oct 2015	Cash Credit	Long Term	10.00	ACUITE BB- Stable (Reaffirmed)
	Term Loan	Long Term	0.26	ACUITE BB- Stable (Assigned)
	Bank Guarantee	Short Term	1.00	ACUITE A4 (Assigned)
28 Aug 2015	Cash Credit	Long Term		
	Cash Credit	Term	10.00	ACUITE BB- Stable (Assigned)
	Bank Guarantee	Short Term	0.50	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 Downgraded Issuer not co-operating* (from ACUITE A4+)
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	0.46	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.19	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	1.00	ACUITE B+ Downgraded Issuer not co-operating* (from ACUITE BB-)

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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