

## Press Release

### Seemanchal Motors Private Limited

22 February, 2018



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.9.10 Cr
<b>Long Term Rating (Indicative)</b>	SMERA BBB- Issuer not co-operating*
<b>Short Term Rating (Indicative)</b>	SMERA A3 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 BBB-**' (read as SMERA triple B minus) and short term rating of '**SMERA A3**' (read as SMERA A three) on the above bank facilities of Seemanchal Motors 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>
- Application of Financial Ratios & 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 endeavored 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:** About the Rated Entity SMPL was incorporated in April 2012, under the directorship of Mr. Arun Kumar Agrawal, Mr. Lalit Kumar Agrawal, Mrs. Jaya Agrawal and Mrs. Archana Agrawal. The company is the sole authorised dealer for MSIL in Purnea,

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Bhagalpur, Katihar, Kishanganj and Forbesganj districts of Bihar. The commercial operations commenced from October, 2012.

For FY2015-16, SMPL reported net profit of Rs.1.73 crore on operating income of Rs.102.95 crore, as compared to net profit of Rs.1.63 crore on operating income of Rs.94.85 crore in FY2014-15.

#### Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
24-Jan-2017	Cash Credit	Long Term	0.60	SMERA BBB-/Stable (Upgrade)
	Inventory Funding	Short Term	8.50	SMERA A3 (Upgrade)
07-Sept-15	Cash Credit	Long Term	0.60	SMERA BB+/Stable (Assigned)
	Inventory Funding	Short Term	8.50	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
Cash Credit	NA	NA	NA	5.00	SMERA BBB- Issuer not co-operating*
Inventory Funding	NA	NA	NA	2.70	SMERA A3 Issuer not co-operating*

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

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## ABOUT SMERA

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