

Press Release

MDH Motors Private Limited (MMPL)

19 March, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 10.00 Cr. #
Long Term Rating (Indicative)	SMERA B 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 B**' (**read as SMERA B**) on the Rs. 10.00 crore bank facilities of MDH Motors Private Limited (MMPL). 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 required documents 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.smerra.in/criteria-default.htm>
- Manufacturing entities - <https://www.smerra.in/criteria-manufacturing.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 Andhra Pradesh-based MMPL, established in 2011 by Mr. Mohammed Naveed Shaik is an authorized dealer of passenger vehicles for Hyundai Motors. The company also undertakes servicing of vehicles and deals in spare parts. MMPL has one 3S (sales-service-spares) facility in Andhra Pradesh.

In FY2015-16, the company reported profit after tax (PAT) of Rs.0.10 cr on operating income of Rs.25.49 cr as against net profit after tax (PAT) of Rs.0.09 cr on operating income of Rs.10.13 cr in the previous year. The net worth stood at Rs.2.47 cr as on 31 March 2016 as compared to Rs.2.37 cr as on 31 March 2015.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
11 March, 2017	Overdraft	Long Term	3.00	SMERA B/Stable (Reaffirmed)
	Term Loan	Long Term	2.00	SMERA B/Stable (Reaffirmed)
	Cash Credit	Long Term	5.00	SMERA B/Stable (Assigned)
03 March, 2017	Overdraft	Long Term	3.00	SMERA B/Stable (Reaffirmed)
	Term Loan	Long Term	2.00	SMERA B/Stable (Reaffirmed)
	Cash Credit	Long Term	3.00	SMERA B/Stable (Reaffirmed)
28 September, 2015	Overdraft	Long Term	3.00	SMERA B/Stable (Assigned)
	Term Loan	Long Term	2.00	SMERA B/Stable (Assigned)
	Inventory Fund	Long Term	3.00	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
Over Draft	NA	NA	NA	3.00	SMERA B Issuer not co-operating*
Term Loan	NA	NA	NA	2.00	SMERA B Issuer not co-operating*
Cash Credit	NA	NA	NA	5.00	SMERA B 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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