

Pankaj Automobiles Private Limited: Downgraded

Facilities	Amount (Rs Crore)	Ratings/Outlook
Cash Credit	25.00*	SMERA D (Downgraded from SMERA BB-/Stable)
Cash Credit (Dealer Finance)	5.00	SMERA D (Downgraded from SMERA BB-/Stable)

*sub limit for book debt Rs.15.00 crore.

SMERA has downgraded the abovementioned rating of Pankaj Automobiles Private Limited (PAPL) to '**SMERA D**' (read as **SMERA D**) from '**SMERA BB-/Stable**' (read as SMERA double B minus). The rating downgrade reflects delays in servicing and repayment of debt by the company. The rating also reflects the stretched liquidity position.

Rating Sensitivity Factor

- Curing of default

Criteria applied to arrive at the rating:

- Default Recognition Criteria

About the Company

The Punjab-based PAPL established in 2012 was an authorised dealer of Maruti Suzuki India Limited with showroom and service centre in Punjab. The company also undertook sale of second hand cars through the True Value Channel. However, the company has surrendered the dealership of MSIL on March 2016.

Rating History

Date	Facilities	Amount (Rs. Crore)	Rating		Rating Outlook
			Long Term	Short Term	
1 October, 2015	Cash Credit	25.00*	SMERA BB- (Assigned)	-	Stable
	Cash Credit (Dealer finance)	5.00	SMERA BB- (Assigned)	-	Stable

*sub limit for book debt Rs.15.00 crore.

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ABOUT SMERA

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