

## Press Release

### Sagar Autotech Mysore Private Limited

October 06, 2018

### Rating Update



|                                     |                                        |
|-------------------------------------|----------------------------------------|
| <b>Total Bank Facilities Rated*</b> | Rs. 6.79 Cr.#                          |
| <b>Long Term Rating</b>             | ACUITE BB-<br>Issuer not co-operating* |
| <b>Short Term Rating</b>            | ACUITE A4+<br>Issuer not co-operating* |

#Refer Annexure for details

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

### Rating Rationale

Acuite has reviewed the long-term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 6.79 crore bank facilities of Sagar Autotech Mysore Private Limited. This rating is now an indicative rating and is based on best available information.

#### 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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Infrastructure Entities - <https://www.acuite.in/view-rating-criteria-14.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). Acuite endeavoured 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:

Sagar Autotech Private Limited (SAPL) was incorporated on 25th August 2009. By Mr. Tehseen Khan & Ms. Pooja Premchandani the directors of the company. The group is the authorized dealer of passenger cars manufactured by SKODA. The SAPL was awarded the dealership of Skoda in 2009 and started its operations with a 3S facility in Bhopal, Jabalpur and Mysore. From December 2014 the operations of Mysore division will work as a separate entity as Sagar Autotech Mysore Private Limited (SAMPL).

#### Status of non-cooperation with previous CRA (if applicable)

None

#### Any other information

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

### Rating History (Upto last three years)

| Date      | Name of Instrument / Facilities | Term       | Amount (Rs. Cr) | Ratings/Outlook                          |
|-----------|---------------------------------|------------|-----------------|------------------------------------------|
| 16-Feb-17 | Cash Credit                     | Long term  | 3.60            | ACUITE BB-<br>( Issuer not co-operating) |
|           | Term Loan                       | Long Term  | 1.79            | ACUITE BB-<br>( Issuer not co-operating) |
|           | Letter of Credit                | Short Term | 0.50            | ACUITE A4+<br>( Issuer not co-operating) |
|           | Peak Season Facility            | Short Term | 0.90            | ACUITE A4+<br>( Issuer not co-operating) |
| 07-Nov-15 | Cash Credit                     | Long term  | 7.00            | ACUITE BB-/Stable<br>(Reaffirmed)        |
| 21-Oct-15 | Cash Credit                     | Long term  | 7.00            | ACUITE BB-/Stable<br>(Assigned)          |
| 07-Nov-15 | Letter of Credit                | Short Term | 0.50            | ACUITE A4+<br>(Assigned)                 |
|           | Peak Season Facility            | Short Term | 0.90            | ACUITE A4+<br>(Assigned))                |

### \*Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate    | Maturity Date  | Size of the Issue (Rs. Crore) | Ratings/Outlook                        |
|------------------------|------------------|----------------|----------------|-------------------------------|----------------------------------------|
| Cash Credit            | Not Applicable   | Not Applicable | Not Applicable | 3.60                          | ACUITE BB-<br>Issuer not co-operating* |
| Term Loan              | Not Applicable   | Not Applicable | Not Applicable | 1.79                          | ACUITE BB-<br>Issuer not co-operating* |
| Letter of Credit       | Not Applicable   | Not Applicable | Not Applicable | 0.50                          | ACUITE A4+<br>Issuer not co-operating* |
| Peak Season Facility   | Not Applicable   | Not Applicable | Not Applicable | 0.90                          | ACUITE A4+<br>Issuer not co-operating* |

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

### Contacts

|            |             |
|------------|-------------|
| Analytical | Rating Desk |
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#### **About Acuité Ratings & Research:**

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and 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. Since then, it has assigned more than 6,000 credit 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 Mumbai.

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