

Press Release

Sagar Autotech Private Limited

July 07, 2022



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.25	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Bank Loan Ratings	8.04	ACUITE C Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	9.29	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded its long term rating to 'ACUITE C (read as ACUITE C)' from 'ACUITE B+' (read as ACUITE B plus) and reaffirmed the short term rating of 'ACUITE A4 (read as ACUITE A four)' on the Rs.9.29 crore bank facilities of Sagar Autotech private limited. The rating continues to be flagged as "Issue Not-Cooperating".

The downgrade in the rating is on the basis of account been reported as loss as per the CRIF report.

About the Company

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).

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 continues to be flagged as "Issuer notcooperating", 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.

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

Other Factors affecting Rating

None

Status of non-cooperation with previous CRA

None

Any other information

As per the CRIF report of the Company as on May 2022, CC of Rs.8.90 Cr is been reported as loss and as a suit filed and wilful defaulter.

Applicable Criteria

- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.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>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
10 Jun 2022	Cash Credit	Long Term	7.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	0.10	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.25	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	0.94	ACUITE B+ (Issuer not co-operating*)
12 Mar 2021	Term Loan	Long Term	0.10	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	0.94	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	7.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	1.25	ACUITE A4 (Downgraded and Issuer not co-operating*)
30 Dec	Term Loan	Long Term	0.10	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	7.00	ACUITE BB- (Issuer not co-operating*)

2019	Term Loan	Long Term	0.94	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.25	ACUITE A4+ (Issuer not co-operating*)
06 Oct 2018	Term Loan	Long Term	0.10	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.25	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	0.94	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	7.00	ACUITE BB- (Issuer not co-operating*)
16 Feb 2017	Cash Credit	Long Term	7.00	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	0.10	ACUITE BB- (Issuer not co-operating*)
	Term Loan	Long Term	0.94	ACUITE BB- (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.25	ACUITE A4+ (Issuer not co-operating*)
07 Nov 2015	Cash Credit	Long Term	7.00	ACUITE BB- Stable (Reaffirmed)
	Term Loan	Long Term	0.10	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	0.94	ACUITE BB- Stable (Assigned)
	Bank Guarantee	Short Term	1.25	ACUITE A4+ (Assigned)
21 Oct 2015	Cash Credit	Long Term	7.00	ACUITE BB- Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	1.25	ACUITE A4 Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE C Downgraded Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	0.10	ACUITE C Downgraded Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	0.94	ACUITE C Downgraded Issuer not co-operating*

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in Radhika Kolwankar Junior Analyst-Rating Operations Tel: 022-49294065 radhika.kolwankar@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Ratings assigned by Acuité are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind, arising from the use of its ratings. Ratings assigned by Acuité are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.