



SMERA RATINGS LIMITED

Mahalaxmi Transport (MT)

*Rating
Rationale*

December 03, 2015

Facilities	Amount (Rs. Crore)	Rating
Term Loan	9.70	SMERA C (Assigned)
Fund based facilities (Proposed)	5.50	SMERA C (Assigned)

SMERA has assigned a rating of '**SMERA C**' (read as **SMERA C**) to the above mentioned bank facilities of Mahalaxmi Transport (MT). The rating reflects delays in servicing of term loan obligation, high gearing and customer concentration risk. The aforementioned weaknesses are partially offset by the firm's experienced management.

Rating Sensitivity Factors

- Timely servicing of term loan obligations
- Diversification of customer profile
- Capital structure

About the Firm

Established in 2004, MT is engaged in truck rentals. The firm owns a fleet of 150 trucks of which 100 are owned by the firm and the rest are owned by Mahalaxmi Automotives Private Limited (MAPL). MT provides trucks/ Lorries to players in automobile industry to transport vehicles (2 wheelers and 4 wheelers) mainly from Baramati to Dharuvera, Haryana. MT also operates bus transportation division with 143 buses acquired and supplied to Pune Mahanagar Parivahan Mahamandal Limited (PMPML).

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