

Press Release

Mahalaxmi Automotives Private Limited

June 09, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	3.00	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Bank Loan Ratings	69.20	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	72.20	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as '**ACUITE B plus**') and short-term rating of '**ACUITE A4**' (read as '**ACUITE A four**') on the Rs.72.20 Cr bank facilities of Mahalaxmi Automotives Private Limited (MAPL). This rating continues to be an indicative rating and is based on the best available information.

About the Company

Incorporated in the year 1997, Mahalaxmi Automotives Private Limited (MAPL) is based of Pune, Maharashtra. The company is headed by Mr. Sadashiv Satav and his family. The company is an authorized dealer for Maruti Suzuki India Limited (MSIL) and Hero Moto Corp Limited (HML). In addition to this, MAPL has a bus transportation division and supplies 110 buses to Pune Mahanagar Parivahan Mahamandal Limited (PMPML).

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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is therefore being flagged as "Issuer not-cooperating", 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 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 - 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

Not Applicable

Liquidity Position

"No information provided by the issuer / available for Acuite to comment upon."

Outlook

Not Applicable

Other Factors affecting Rating

Not Applicable

Status of non-cooperation with previous CRA

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.

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
09 Mar 2021	Inventory Funding	Long Term	23.00	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	6.00	ACUITE B+ (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	7.70	ACUITE B+ (Issuer not co-operating*)
	Channel Financing	Long Term	10.00	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Long Term	2.00	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	3.00	ACUITE A4 (Issuer not co-operating*)
	Inventory Funding	Long Term	4.00	ACUITE B+ (Issuer not co-operating*)
	Inventory Funding	Long Term	13.00	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Long Term	3.50	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Long Term	3.50	ACUITE B+ Stable (Reaffirmed)

02 Jan 2020	Bank Guarantee	Short Term	3.00	ACUITE A4 (Reaffirmed)
	Term Loan	Long Term	6.00	ACUITE B+ Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	7.70	ACUITE B+ Stable (Reaffirmed)
	Inventory Funding	Long Term	13.00	ACUITE B+ Stable (Reaffirmed)
	Inventory Funding	Long Term	23.00	ACUITE B+ Stable (Reaffirmed)
	Channel Financing	Long Term	10.00	ACUITE B+ Stable (Reaffirmed)
	Cash Credit	Long Term	2.00	ACUITE B+ Stable (Reaffirmed)
	Inventory Funding	Long Term	4.00	ACUITE B+ Stable (Reaffirmed)
31 May 2019	Cash Credit	Long Term	3.50	ACUITE B+ Stable (Upgraded from ACUITE C)
	Channel Financing	Long Term	4.00	ACUITE B+ Stable (Upgraded from ACUITE C)
	Channel Financing	Long Term	23.00	ACUITE B+ Stable (Assigned)
	Term Loan	Long Term	6.00	ACUITE B+ Stable (Upgraded from ACUITE C)
	Bank Guarantee	Short Term	3.00	ACUITE A4 (Assigned)
	Channel Financing	Long Term	13.00	ACUITE B+ Stable (Upgraded from ACUITE C)
	Channel Financing	Long Term	10.00	ACUITE B+ Stable (Upgraded from ACUITE C)
	Proposed Bank Facility	Long Term	7.70	ACUITE B+ Stable (Assigned)
	Cash Credit	Long Term	2.00	ACUITE B+ Stable (Upgraded from ACUITE C)
06 Oct 2018	Cash Credit	Long Term	2.00	ACUITE C (Issuer not co-operating*)
	Term Loan	Long Term	9.70	ACUITE C (Issuer not co-operating*)
	Channel Financing	Long Term	13.00	ACUITE C (Issuer not co-operating*)
	Term Loan	Long Term	7.00	ACUITE C (Issuer not co-operating*)
	Channel Financing	Long Term	4.00	ACUITE C (Issuer not co-operating*)
	Cash Credit	Long Term	3.50	ACUITE C (Issuer not co-operating*)
01 Mar 2017	Channel Financing	Long Term	23.00	ACUITE C (Issuer not co-operating*)
	Cash Credit	Long Term	3.50	ACUITE C (Issuer not co-operating*)
	Cash Credit	Long Term	2.00	ACUITE C (Issuer not co-operating*)
	Channel Financing	Long Term	13.00	ACUITE C (Issuer not co-operating*)
	Channel Financing	Long Term	4.00	ACUITE C (Issuer not co-operating*)

	Channel Financing	Long Term	23.00	ACUITE C (Issuer not co-operating*)
	Term Loan	Long Term	7.00	ACUITE C (Issuer not co-operating*)
	Term Loan	Long Term	9.70	ACUITE C (Issuer not co-operating*)
03 Dec 2015	Cash Credit	Long Term	5.50	ACUITE C (Assigned)
	Inventory Funding	Long Term	17.00	ACUITE C (Assigned)
	Inventory Funding	Long Term	23.00	ACUITE C (Assigned)
	Term Loan	Long Term	16.70	ACUITE C (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
HDFC Bank Ltd	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 Reaffirmed Issuer not co- operating*
HDFC Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE B+ Reaffirmed Issuer not co- operating*
HDFC Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B+ Reaffirmed Issuer not co- operating*
State Bank of India	Not Applicable	Channel/Dealer/Vendor Financing	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE B+ Reaffirmed Issuer not co- operating*
Tata Capital Limited	Not Applicable	Inventory Funding	Not Applicable	Not Applicable	Not Applicable	23.00	ACUITE B+ Reaffirmed Issuer not co- operating*
HDFC Bank Ltd	Not Applicable	Inventory Funding	Not Applicable	Not Applicable	Not Applicable	13.00	ACUITE B+ Reaffirmed Issuer not co- operating*
HDFC Bank Ltd	Not Applicable	Inventory Funding	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE B+ Reaffirmed Issuer not co- operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	7.70	ACUITE B+ Reaffirmed Issuer not co- operating*
HDFC Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	6.00	ACUITE B+ Reaffirmed Issuer not co-

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in
Abhishek Singh Junior Analyst-Rating Operations Tel: 022-49294065 abhishek.s@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.