

Press Release

SJB Automobiles Private Limited

July 20, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	14.05	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Bank Loan Ratings	15.00	ACUITE B+ Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	29.05	-	-
Total Withdrawn Quantum (Rs.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. 29.05 crore bank facilities of SJB Automobiles Private Limited. The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

SJB is a Coimbatore-based company, incorporated in 2009 by Mr. J Balakrishnan. The company is authorized dealer of TVS Motors (two wheelers), Mahindra and Mahindra (Passenger Vehicle and LCV), Mahindra Trucks & Buses Limited (Medium & Heavy commercial vehicle) and JCB. SJB sells them through its showrooms in Coimbatore, Erode and Karur.

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 the due date.

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 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.

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

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
21 Apr 2021	Channel Financing	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE B+ (Issuer not co-operating*)
	Secured Overdraft	Long Term	7.50	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	3.00	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	6.05	ACUITE A4 (Issuer not co-operating*)

30 Jan 2020	Cash Credit	Long Term	4.50	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	6.05	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
	Term Loan	Long Term	3.00	ACUITE B+ (Issuer not co-operating*)
	Secured Overdraft	Long Term	7.50	ACUITE B+ (Issuer not co-operating*)
	Channel Financing	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
19 Nov 2018	Secured Overdraft	Long Term	7.50	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	3.00	ACUITE B+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	6.05	ACUITE A4 (Issuer not co-operating*)
	Channel Financing	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
26 Sep 2017	Cash Credit	Long Term	4.50	ACUITE B+ (Issuer not co-operating*)
	Secured Overdraft	Long Term	7.50	ACUITE B+ (Issuer not co-operating*)
	Term Loan	Long Term	3.00	ACUITE B+ (Issuer not co-operating*)
	Cash Credit	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
	Channel Financing	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
	Bank Guarantee	Short Term	6.05	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	4.50	ACUITE B+ Stable (Assigned)
	Secured Overdraft	Long Term	7.50	ACUITE B+ Stable (Assigned)
		Long		
09 Jun 2016	Term Loan	Term	3.00	ACUITE B+ Stable (Assigned)
	Cash Credit	Short Term	4.00	ACUITE A4 (Assigned)
	Inventory Funding	Short Term	4.00	ACUITE A4 (Assigned)
	Bank Guarantee	Short Term	6.05	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Axis Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	6.05	ACUITE A4 Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4 Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE B+ Reaffirmed Issuer not co-operating*
Indusind Bank Ltd	Not Applicable	Channel/Dealer/Vendor Financing	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4 Reaffirmed Issuer not co-operating*
ICICI Bank Ltd	Not Applicable	Overdraft	Not Applicable	Not Applicable	Not Applicable	7.50	ACUITE B+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	3.00	ACUITE B+ Reaffirmed Issuer not co-operating*

Contacts

Analytical	Rating Desk
<p>Pooja Ghosh Vice President-Rating Operations Tel: 022-49294041 pooja.ghosh@acuite.in</p> <p>Abhishek Singh Junior Analyst-Rating Operations Tel: 022-49294065 abhishek.s@acuite.in</p>	<p>Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in</p>

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.