

## Press Release

### Enar Industrial Enterprises Limited

October 16, 2020



### Rating Update

|                                     |                                                                       |
|-------------------------------------|-----------------------------------------------------------------------|
| <b>Total Bank Facilities Rated*</b> | Rs. 39.75 Cr #                                                        |
| <b>Long Term Rating</b>             | ACUITE B+<br>(Downgraded from ACUITE BB-)<br>Issuer not co-operating* |

#Refer Annexure for details

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

Acuite has downgraded the long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs.39.75 crore bank facilities of Enar Industrial Enterprises Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

EIEL was incorporated in 1978. EIEL is promoted by Mr. Rajen Kamani and his family members. The company is an authorized dealer for commercial vehicles of TATA Motors Limited (TML) in Jharkhand. EIEL has total of 7 showrooms in Jharkhand with 2 showrooms having 3S facility (3S stands for Sales, Service, and Spares) and 4 showrooms having 1S facility and 1 workshop. EIEL has its own yard of approx. 6 acres in Jamshedpur where the inventory of 100 to 120 commercial vehicles can be kept.

#### 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 continues to be 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-52.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.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 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.

#### 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 (Up to last three years)

| Date            | Name of Instrument / Facilities | Term      | Amount (Rs. Cr) | Ratings/Outlook                    |
|-----------------|---------------------------------|-----------|-----------------|------------------------------------|
| 25 July, 2019   | Cash Credit                     | Long Term | 19.75           | ACUITE BB-Issuer not co-operating* |
|                 | Channel Financing               | Long Term | 20.00           | ACUITE BB-Issuer not co-operating* |
| 17 May 2018     | Cash Credit                     | Long Term | 19.75           | ACUITE BB-/stable (Reaffirmed)     |
|                 | Channel Financing               | Long Term | 20.00           | ACUITE BB-/stable (Reaffirmed)     |
| 10 January 2018 | Cash Credit                     | Long Term | 19.75           | ACUITE BB-Issuer not co-operating* |
|                 | Channel Financing               | Long Term | 20.00           | ACUITE BB-Issuer not co-operating* |

### #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 | 19.75                         | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |
| Channel Financing      | Not Applicable   | Not Applicable | Not Applicable | 20.00                         | ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating* |

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

### Contacts

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|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------|
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### About Acuité Ratings & Research:

Acuité Ratings & Research 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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