

Press Release

Enar Industrial Enterprises Limited

January 13, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	39.75	ACUITE B+ Reaffirmed Issuer not co-operating*	
Total	39.75	-	-

Rating Rationale

Acuité has reaffirmed the long-term rating of '**ACUITE B+**' (**read as ACUITE B plus**) on the Rs. 39.75 crore bank facilities of Enar Industrial Enterprises Limited (EIEL). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

About the Company

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:

Acuité 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 Acuité'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). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité 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

None.

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

Acuité 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>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
16 Oct 2020	Cash Credit	Long Term	19.75	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Channel Financing	Long Term	20.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
25 Jul 2019	Channel Financing	Long Term	20.00	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	19.75	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 Jan 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*)
14 Oct 2016	Cash Credit	Long Term	19.75	ACUITE BB- Stable (Assigned)
	Inventory Funding	Long Term	20.00	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
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	19.75	ACUITE B+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Channel/Dealer/Vendor Financing	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE B+ Reaffirmed Issuer not co-operating*

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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 8,850 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 Kanjurmarg, Mumbai.

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