

Press Release

Eros Motors Private Limited (EMPL)

04 May, 2018



Rating Update

Total Bank Facilities Rated*	Rs.23.75 Cr#
Long Term Rating (Indicative)	SMERA BB+ Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A4+ Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reaffirmed the long term rating to '**SMERA BB+**' (read as **SMERA double B plus**) and short term rating to '**SMERA A4+**' (read as **SMERA A4 plus**) to the Rs.23.75 crore bank facilities of Eros Motors Private Limited. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower: SMERA 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.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Trading Entities: <https://www.smera.in/criteria-trading.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>
- Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.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). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

The Nagpur-based Eros Motors Private Limited (EMPL), incorporated in 1999, was promoted by the late Mr. N P Pande. The company, led by Mr. Anuj Pande deals in commercial vehicles, passenger cars and tractors. EMPL is the authorised dealer of Hyundai Motor India Ltd for passenger cars. The company also deals in SML Isuzu's commercial vehicles and Piaggio's three and four-wheelers (light commercial vehicles). Besides, EMPL is an authorised distributor for tractors of Mahindra & Mahindra Ltd in Vidarbha (excluding Nagpur, Yavatmal, Amravati, and Chandrapur).

Any other information: "SMERA is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups".

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
15-Mar-2017	Cash Credit	Long Term	4.00	SMERA BB+/Stable (Assigned)
	Term Loan	Long Term	0.75	SMERA BB+/Stable (Assigned)
	Bank Guarantee	Short Term	2.00	SMERA A4+ (Assigned)
	Inventory Funding	Long Term	17.00	SMERA BB+/Stable (Assigned)

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	4.00	SMERA BB+ (Indicative)
Term Loan	NA	NA	NA	0.75	SMERA BB+ (Indicative)
Bank Guarantee	NA	NA	NA	2.00	SMERA A4+ (Indicative)
Inventory Funding	NA	NA	NA	17.00	SMERA BB+ (Indicative)

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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, Dun & Bradstreet Information Services India Private Limited (D&B) and leading public and private sector banks in India. SMERA is registered with SEBI as a Credit Rating Agency and accredited by Reserve Bank of India. For more details, please visit www.smera.in.

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