

Press Release

Eros Motors Private Limited

September 30, 2019



Rating Update

Total Bank Facilities Rated	Rs. 33.50 Cr. #
Long Term Rating	ACUITE BB+ Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed long-term rating of '**ACUITE BB+** (read as ACUITE double B plus) and short-term rating of '**ACUITE A4+** (read as ACUITE A four plus) on the Rs. 33.50 crore bank facilities of EROS MOTORS PRIVATE LIMITED (EMPL). This rating is now an indicative rating and is based on best available information.

Incorporated in 1999, EROS Motors Private Limited (EMPL) was promoted by the late Mr. N P Pande and is presently managed by Mr. Anuj Pande and other Directors. The company is an authorised dealer for sales, service and spares (SSS) of original equipment manufacturers (OEM's) - Hyundai Motor India Ltd for passenger cars, SML Isuzu Limited for bus, and Piaggio Vehicles Private Limited for sale of three and four-wheeler utility vehicle. The dealership is for the regions of Nagpur. EMPL, further, ventured into distributorship of tractors of Mahindra & Mahindra Ltd for Vidarbha region (excluding Nagpur, Yavatmal, Amravati and Chandrapur).

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 due date.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-6.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). Acuité endeavoured 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.

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
16th Jul 18	Inventory Funding	Long Term	17.00	ACUITE BB+ / Stable (Reaffirmed)
	Cash Credit	Long Term	4.00	ACUITE BB+ / Stable (Reaffirmed)
	Term Loan	Long Term	0.50	ACUITE BB+ / Stable (Reaffirmed)
	Bank Guarantee	Short Term	2.00	ACUITE A4+ (Reaffirmed)
	Inventory Funding	Long Term	2.00	ACUITE BB+ / Stable (Assigned)
	Inventory Funding	Long Term	6.00	ACUITE BB+ / Stable (Assigned)
	Inventory Funding	Long Term	1.00	ACUITE BB+ / Stable (Assigned)
	Inventory Funding	Long Term	1.00	ACUITE BB+ / Stable (Assigned)
4th May 18	Cash Credit	Long Term	4.00	ACUITE BB+ (Indicative)
	Term Loan	Long Term	0.75	ACUITE BB+ (Indicative)
	Bank Guarantee	Short Term	2.00	ACUITE A4+ (Indicative)
	Inventory Funding	Long Term	17.00	ACUITE BB+ (Indicative)
15th Mar 17	Cash Credit	Long Term	4.00	ACUITE BB+/ Stable (Assigned)
	Term Loan	Long Term	0.75	ACUITE BB+/ Stable (Assigned)
	Bank Guarantee	Short Term	2.00	ACUITE A4+ (Assigned)
	Inventory Funding	Long Term	17.00	ACUITE BB+/ Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	17.00	ACUITE BB+ Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE BB+ Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE BB+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+ Issuer not co-operating*
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB+ Issuer not co-operating*
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE BB+ Issuer not co-operating*
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB+ Issuer not co-operating*
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB+ Issuer not co-operating*

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

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (Erstwhile SMERA Ratings 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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