

Press Release

Eros Motors Private Limited

February 17, 2021



Rating Update

Total Bank Facilities Rated*	Rs. 33.50 Cr. #
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB/Stable) (Indicative)
Short Term Rating	ACUITE A4 (Downgraded from ACUITE A4+) (Indicative)

Refer Annexure for details

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

Acuité has downgraded the long term rating to '**ACUITE BB-**' (read as ACUITE double B minus) from '**ACUITE BB**' (read as ACUITE double B) and short term rating to '**ACUITE A4**' (read as ACUITE A four) from '**ACUITE A4+**' (read as ACUITE A four plus) on the Rs. 33.50 crore bank facilities of Eros Motors Private Limited (EMPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Incorporated in 1999, Eros Motors Private Limited (EMPL) is a Nagpur, Maharashtra based company. It 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 the due date.

This rating continues to be 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-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). 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.

Liquidity Indicators – "No information provided by the issuer / available for Acuité to comment upon"

Rating Sensitivities - "No information provided by the issuer / available for Acuité to comment upon"

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated attempts.

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

Not Applicable

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
05-Dec-2019	Inventory Funding	Long Term	17.00	ACUITE BB/Stable (Downgraded from ACUITE BB+)
	Cash Credit	Long Term	4.00	ACUITE BB/Stable (Downgraded from ACUITE BB+)
	Term Loan	Long Term	0.33	ACUITE BB/Stable (Downgraded from ACUITE BB+)
	Bank Guarantee	Short Term	2.00	ACUITE A4+ (Reaffirmed)
	Inventory Funding	Long Term	2.00	ACUITE BB/Stable (Downgraded from ACUITE BB+)
	Inventory Funding	Long Term	6.00	ACUITE BB/Stable (Downgraded from ACUITE BB+)
	Inventory Funding	Long Term	1.00	ACUITE BB/Stable (Downgraded from ACUITE BB+)
	Inventory Funding	Long Term	1.00	ACUITE BB/Stable (Downgraded from ACUITE BB+)
	Proposed Bank Facility	Long Term	0.17	ACUITE BB/Stable (Downgraded from ACUITE BB+)
30-Sept-2019	Inventory Funding	Long Term	17.00	ACUITE BB+ (Indicative)
	Cash Credit	Long Term	4.00	ACUITE BB+ (Indicative)
	Term Loan	Long Term	0.50	ACUITE BB+ (Indicative)
	Bank Guarantee	Short Term	2.00	ACUITE A4+ (Indicative)
	Inventory Funding	Long Term	2.00	ACUITE BB+ (Indicative)
	Inventory Funding	Long Term	6.00	ACUITE BB+ (Indicative)
	Inventory Funding	Long Term	1.00	ACUITE BB+ (Indicative)
	Inventory Funding	Long Term	1.00	ACUITE BB+ (Indicative)
16-July-2018	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)

#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	19.00	ACUITE BB- (Downgraded from ACUITE BB/Stable)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE BB- (Downgraded from ACUITE BB/Stable)
Term Loan	Not Available	Not Available	Not Available	0.33	ACUITE BB- (Downgraded from ACUITE BB/Stable)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 (Downgraded from ACUITE A4+)
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE BB- (Downgraded from ACUITE BB/Stable)
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB- (Downgraded from ACUITE BB/Stable)
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB- (Downgraded from ACUITE BB/Stable)
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.17	ACUITE BB- (Downgraded from ACUITE BB/Stable)

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

Contacts

Analytical	Rating Desk
Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Senior Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in
Saurabh Rane Analyst - Rating Operations Tel: 022-49294034 saurabh.rane@acuite.in	

About Acuité Ratings & Research:

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