

Press Release

Petal Motocon Private Limited

October 07, 2019



Rating Update

| | |
|-------------------------------------|---------------------------------------|
| Total Bank Facilities Rated* | Rs.17.00 Cr.# |
| Long Term Rating | ACUITE B 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 B** (read as **ACUITE B**) and short-term rating of '**ACUITE A4** (read as **ACUITE A four**) on the Rs.17.00 crore bank facilities of Petal Motocon Private Limited (PMPL). This rating is now an indicative rating and is based on best available information.

Petal Motocon Private Limited (PMPL), incorporated in 2009, is a Gujarat-based company promoted by Mr. Sukhbir Singh Bagga and Mrs. Khushbukaur Bagga. The company is an automobile dealer for Hyundai Motors, Ashok Layland, and Nissan Motors. PMPL provides Hyundai Accent, Hyundai i10, Hyundai i20 and Hyundai Stellar. Petal Motocon Limited is a part of Planet Petal Group, which is promoted by Mr. Sukhbir Bagga along with his family. The Promoter has been in the automobile industry, since 2003, with dealership of Yamaha Two-Wheelers. Later, the company had diversified into car auto dealership business of Hyundai Motors India Limited.

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 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-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 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.

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

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.

Rating History (Up to last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr) | Ratings/Outlook |
|---------------|---------------------------------|------------|-----------------|---------------------------------------|
| 19 July, 2018 | Cash Credit | Long Term | 9.00 | ACUITE B Issuer not co-operating* |
| | Dropline Overdraft | Long Term | 2.25 | ACUITE B Issuer not co-operating* |
| | Secured Overdraft | Long Term | 2.00 | ACUITE B Issuer not co-operating* |
| | Inventory Funding | Long Term | 2.00 | ACUITE B Issuer not co-operating* |
| | Proposed Inventory Funding | Short Term | 1.75 | ACUITE A4 Issuer not co-operating* |
| 26 May, 2017 | Cash Credit | Long Term | 9.00 | ACUITE B/Stable (Assigned) |
| | Dropline Overdraft | Long Term | 2.25 | ACUITE B/Stable (Assigned) |
| | Secured Overdraft | Long Term | 2.00 | ACUITE B/Stable (Assigned) |
| | Inventory Funding | Long Term | 2.00 | ACUITE B/Stable (Assigned) |
| | Proposed Inventory Funding | Short Term | 1.75 | ACUITE A4 (Assigned) |

#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 | 9.00 | ACUITE B Issuer not co-operating* |
| Dropline Overdraft | Not Applicable | Not Applicable | Not Applicable | 2.25 | ACUITE B Issuer not co-operating* |
| Secured Overdraft | Not Applicable | Not Applicable | Not Applicable | 2.00 | ACUITE B Issuer not co-operating* |
| Inventory Funding | Not Applicable | Not Applicable | Not Applicable | 2.00 | ACUITE B Issuer not co-operating* |
| Proposed Inventory Funding | Not Applicable | Not Applicable | Not Applicable | 1.75 | ACUITE A4 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 (*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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