



Press Release
RELIABLE AUTOMOTIVE PRIVATE LIMITED
February 10, 2025
Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	100.00	ACUITE BB+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	100.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

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

Rating Rationale

Acuite has downgraded its long-term rating to ‘ACUITE BB+’ (read as ACUITE Double B plus) from ‘ACUITE BBB-’ (read as ACUITE Triple B minus) on the Rs.100.00 crore bank facilities of Reliable Automotive Private Limited (RAPL). The rating is now flagged as “Issuer Not-Cooperating” and is based on the best available information. The rating is downgraded on account of information risk.

About the Company

Incorporated in the year 1997, Reliable Automotive Private Limited (RAPL) is a Mumbai based company. RAPL is an authorised dealer of commercial vehicles of Tata Motors Ltd. (TML) and Maruti Suzuki India Limited. The current directors of the company are Mr. Bhagatsingh Ailsinghani and Mr. Tejpal Ailsinghani.

Unsupported Rating

Not Applicable

Non-cooperation by the issuer/borrower

Acuite 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. Acuite believes that information risk is a critical component in such ratings, and non cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is therefore being flagged as “Issuer not cooperating”, in line with prevailing SEBI regulations and Acuite’s policies.

Limitation regarding information availability

This rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower) . Acuite endeavoured to gather information about the entity/industry from the public domain. Any rating with the suffix 'Issuer not cooperating' is assigned without any management interaction with the issuer entity or any data / information from the entity. Sometimes this non co-operation by a rated entity may be due to a result of deterioration in the credit risk profile of the entity. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Rating Sensitivities

No information provided by the issuer / available for Acuite to comment upon

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon

Outlook: Not Applicable**Other Factors affecting Rating**

None

Key Financials

Particulars	Unit	FY 24 (Actual)	FY 23 (Actual)
Operating Income	Rs. Cr.	1237.13	1183.75
PAT	Rs. Cr.	(4.15)	8.64
PAT Margin	(%)	(0.34)	0.73
Total Debt/Tangible Net Worth	Times	2.37	2.55
PBDIT/Interest	Times	0.97	3.34

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuité's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
20 Nov 2023	Channel/Dealer/Vendor Financing	Long Term	20.00	ACUITE BBB- Stable (Reaffirmed)
	Cash Credit	Long Term	4.05	ACUITE BBB- Stable (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	0.95	ACUITE BBB- Stable (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	15.00	ACUITE BBB- Stable (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	10.00	ACUITE BBB- Stable (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	10.00	ACUITE BBB- Stable (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	19.50	ACUITE BBB- Stable (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	20.50	ACUITE BBB- Stable (Reaffirmed)
24 Aug 2022	Channel/Dealer/Vendor Financing	Long Term	20.00	ACUITE BBB- Positive (Reaffirmed)
	Cash Credit	Long Term	4.05	ACUITE BBB- Positive (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	0.95	ACUITE BBB- Positive (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	15.00	ACUITE BBB- Positive (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	10.00	ACUITE BBB- Positive (Assigned)
	Channel/Dealer/Vendor Financing	Long Term	10.00	ACUITE BBB- Positive (Assigned)
	Channel/Dealer/Vendor Financing	Long Term	19.50	ACUITE BBB- Positive (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	17.00	ACUITE BBB- Positive (Reaffirmed)
	Channel/Dealer/Vendor Financing	Long Term	3.50	ACUITE BBB- Positive (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
HDFC Bank Ltd	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	4.05	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
Cholamandalam Investment Finance Company Ltd.	Not avl. / Not appl.	Channel/Dealer/Vendor Financing	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	0.95	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
Bank of Baroda	Not avl. / Not appl.	Channel/Dealer/Vendor Financing	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	15.00	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
ICICI Bank Ltd	Not avl. / Not appl.	Channel/Dealer/Vendor Financing	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.00	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
Standard Chartered Bank	Not avl. / Not appl.	Channel/Dealer/Vendor Financing	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.00	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
State Bank of India	Not avl. / Not appl.	Channel/Dealer/Vendor Financing	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	19.50	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)
* The issuer did not co-operate; based on best available information.								ACUITE BB+ Downgraded Issuer not co-
Tata Motors	Not avl. / Not appl.	Channel/Dealer/Vendor Financing	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	20.50	Simple	co-

Finance Limited	Not appl.	Financing	Not appl.	appl.	Not appl.			operating* (from ACUITE BBB-)
HDFC Bank Ltd	Not avl. / Not appl.	Channel/Dealer/Vendor Financing	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	20.00	Simple	ACUITE BB+ Downgraded Issuer not co-operating* (from ACUITE BBB-)

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

Contacts

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About Acuité Ratings & Research

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