Press Release

Karthik Travels Private Limited

November 19, 2020

Rating Update

Total Bank Facilities Rated*	Rs. 6.00 Cr.#
Long Term Rating	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*

#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)** from '**ACUITE BB+**' **(read as ACUITE double B plus)** on the Rs. 6.00 crore bank facilities of Karthik Travels Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Karthik Travels Private Limited (KTPL) is a Tamil Nadu based company, established as a proprietary firm in the year 1998, and later converted into a private limited company in the year 2016. It is engaged in providing transportation services to employees, tourists', airport transfers, among others. The company is promoted by Mr. Mohan and his family members. Currently, KTPL has around 900 car fleet (around 500 cars are own fleet and remaining 400 cars are hired fleet), ranging from Rolls Royce, Mercedes-Benz, BMW, Jaguar, Skoda, Toyota, Honda, Tata, Mahindra, Chevrolet, Ford, Maruti, Hyundai and many more. At present, the company is operating in Chennai, Bangalore and Hyderabad.

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
- Entities in Service Sector -https://www.acuite.in/view-rating-criteria-50.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
06 Sep, 2019	Secured Overdraft	Long Term	6.00	ACUITE BB+ Issuer not co-operating*
10 Jul, 2018	Secured Overdraft	Long Term	6.00	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. Crore)	Ratings/Outlook
Secured Overdraft	Not Available	Not Applicable	Not Available	6.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research 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.