

## Press Release

### Tanya Automobiles Private Limited

October 09, 2020



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.17.00 Cr.#
<b>Long Term Rating</b>	ACUITE BB (Downgraded from ACUITE BB+/Stable) 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. 17.00 crore bank facilities of Tanya Automobiles Private Limited (TAPL). This rating is now an indicative rating and is based on the best available information.

The Meerut-based, TAPL was incorporated by the Garg family in 1995. The company is an authorized car dealer for Maruti Suzuki and has two own showrooms. It also runs service a center, a training school for Maruti Suzuki.

**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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an 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 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>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.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 attempts.

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

TAPL's rating was flagged off as Issuer not cooperating with brickwork, through its rating rationale dated November 11<sup>th</sup>, 2019. The reason provided by brickwork is non-furnishing of information by TAPL.

#### 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

01-August-2019	Cash Credit	Long Term	12.00	ACUITE BB+/Stable (Upgraded)
	Overdraft against tangible security (ODTS)	Long Term	3.00	ACUITE BB+/Stable (Upgraded)
	Term Loan	Long Term	0.21	ACUITE BB+/Stable (Upgraded)
	Proposed Bank Facility	Long Term	0.79	ACUITE BB+/Stable (Upgraded)
	Overdraft against immovable property (ODIP)	Long Term	1.00	ACUITE BB+/Stable (Upgraded)
24-June-2019	Cash Credit	Long Term	12.00	ACUITE BB/Stable (Reaffirmed)
	Overdraft against tangible security (ODTS)	Long Term	3.00	ACUITE BB/Stable (Reaffirmed)
	Term Loan	Long Term	0.21	ACUITE BB/Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	0.79	ACUITE BB/Stable (Reaffirmed)
	Overdraft against immovable property (ODIP)	Long Term	1.00	ACUITE BB/Stable (Assigned)
12-September-2018	Proposed Bank Facility	Long Term	0.79	ACUITE BB/Stable (Assigned)
	Term Loan	Long Term	0.21	ACUITE BB/Stable (Assigned)
	Cash Credit	Long Term	15.00	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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB (Downgraded from ACUITE BB+/Stable) Issuer not co-operating*
Overdraft against tangible security (ODTS)	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE BB (Downgraded from ACUITE BB+/Stable) Issuer not co-operating**
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.21	ACUITE BB (Downgraded from ACUITE BB+/Stable) Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.79	ACUITE BB (Downgraded from ACUITE BB+/Stable) Issuer not co-operating*
Overdraft against immovable property (ODIP)	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB (Downgraded from ACUITE BB+/Stable)

					Issuer not co-operating*
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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.

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