

## Press Release

**Tanya Automobiles Private Limited**

**January 03, 2022**



### Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
<b>Bank Loan Ratings</b>	17.00	ACUITE BB-   Downgraded   Issuer not co-operating*	
<b>Total</b>	17.00	-	-

### Rating Rationale

Acuité has downgraded the long-term rating to 'ACUITE BB-' (read as ACUITE double B minus) from 'ACUITE BB' (read as ACUITE double B) on the Rs. 17.00 crore bank facilities of Tanya Automobile Private Limited (TAPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

### About the Company

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.

### 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.

### Rating Sensitivity

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

### Material Covenants

None.

### Liquidity Position

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

## Outlook

Not Applicable

## Status of non-cooperation with previous CRA

TAPL's rating was flagged off as Issuer not cooperating with brickwork, through its rating rationale dated November 11th, 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.

## Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
09 Oct 2020	Term Loan	Long Term	0.21	ACUITE BB (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	12.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	3.00	ACUITE BB (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.79	ACUITE BB (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	1.00	ACUITE BB (Downgraded and Issuer not co-operating*)
01 Aug 2019	Term Loan	Long Term	0.21	ACUITE BB+   Stable (Upgraded from ACUITE BB   Stable)
	Secured Overdraft	Long Term	3.00	ACUITE BB+   Stable (Upgraded from ACUITE BB   Stable)
	Cash Credit	Long Term	12.00	ACUITE BB+   Stable (Upgraded from ACUITE BB   Stable)
	Proposed Bank Facility	Long Term	0.79	ACUITE BB+   Stable (Upgraded from ACUITE BB   Stable)
	Secured Overdraft	Long Term	1.00	ACUITE BB+   Stable (Upgraded from ACUITE BB   Stable)
24 Jun 2019	Cash Credit	Long Term	12.00	ACUITE BB   Stable (Reaffirmed)
	Secured Overdraft	Long Term	3.00	ACUITE BB   Stable (Reaffirmed)
	Secured Overdraft	Long Term	1.00	ACUITE BB   Stable (Assigned)
	Proposed Bank Facility	Long Term	0.79	ACUITE BB   Stable (Reaffirmed)
	Term Loan	Long Term	0.21	ACUITE BB   Stable (Reaffirmed)

12 Sep 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**

<b>Lender's Name</b>	<b>ISIN</b>	<b>Facilities</b>	<b>Date Of Issuance</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>	<b>Quantum (Rs. Cr.)</b>	<b>Rating</b>
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB-   Downgraded   Issuer not co-operating* ( from ACUITE BB )
Punjab National Bank	Not Applicable	Overdraft	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE BB-   Downgraded   Issuer not co-operating* ( from ACUITE BB )
Punjab National Bank	Not Applicable	Overdraft	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE BB-   Downgraded   Issuer not co-operating* ( from ACUITE BB )
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.79	ACUITE BB-   Downgraded   Issuer not co-operating* ( from ACUITE BB )
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	0.21	ACUITE BB-   Downgraded   Issuer not co-operating* ( from ACUITE BB )

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## About Acuité Ratings & Research

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