

Press Release

Rajkrishna Aditya Auto Store Private Limited

May 15, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 8.00 Cr. #
Long Term Rating (Indicative)	ACUITE BB- (Downgraded from ACUITE BB/Stable) Issuer not co-operating*
Short Term Rating (Indicative)	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

Refer Annexure for details

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

Acuite has downgraded the long-term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 8.00 crore bank facilities of Rajkrishna Aditya Auto Store Private Limited (RASPL). The rating downgrade is on account of information risk. This rating is now an indicative rating and is based on best available information.

Rajkrishna Aditya Auto Store Private Limited (RAPL), incorporated in 2004, is promoted by Mr. P. Selvakumar and his wife, Mrs. S Karthika. The company is an authorised dealer for the spares and accessories of Maruti Suzuki India Limited (MSIL). The company has 19 distribution centres across Chennai, Madurai, Trichy, and Coimbatore, among others in Tamil Nadu and Pondicherry.

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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-52.htm>
- Service Entities - <https://www.acuite.in/view-rating-criteria-60.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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite 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)

ICRA vide its press release dated 24 September, 2019 has mentioned the rating of Rajkrishna Aditya Auto Store Private Limited as ICRA B+/Stable/A4' Issuer not cooperating as on 24-September-2019.

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
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19-Mar-2019	Overdraft	Long Term	2.95	ACUITE BB/Stable (Assigned)
	Proposed Bank Facility	Long Term	0.15	ACUITE BB/Stable (Assigned)
	Bank Guarantee/Letter of Guarantee	Short Term	4.90	ACUITE A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Overdraft	Not Applicable	Not Applicable	Not Applicable	2.95	ACUITE BB- (Downgraded from ACUITE BB/Stable) Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.15	ACUITE BB- (Downgraded from ACUITE BB/Stable) Issuer not co-operating*
Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	4.90	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

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

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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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