

Press Release
BERAR FINANCE LIMITED
January 22, 2024
Rating Withdrawn



Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	132.00	Not Applicable Withdrawn	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	132.00	-	-

Rating Rationale

Acuite has withdrawn the long term facility on the Rs. 132.00 crore of Berar Finance Limited. The same is withdrawn without assigning any rating as the Instrument is fully repaid and no longer an outstanding obligation of the company. The rating is being withdrawn on account of the request received from the company and the NDC received from the banker's as per Acuite's policy on withdrawal of ratings as applicable to the respective facility/instrument.

About the company

Incorporated in 1990, BFL is a Nagpur based Deposit-taking, Non-banking financial company registered with RBI effective 1998. The company is primarily engaged in financing of two wheelers, used cars, commercial vehicles, personal loans, trade loans and agri loans. BFL is promoted by Mr. M G Jawanjar and Mr. Sandeep Jawanjal among others. The company reported AUM of ~Rs 946 Cr. as on June 30, 2023.

Unsupported Rating

Not applicable

Analytical Approach

Not Applicable

Key Rating Drivers

Strength

Not Applicable

Weakness

Not Applicable

Rating Sensitivity

Not Applicable

Liquidity Position

Not Applicable

Outlook:

Not Applicable

Other Factors affecting Rating

None

Key Financials - Standalone / Originator

Particulars	Unit	FY23 (Actual)	FY22 (Actual)
Total Assets	Rs. Cr.	1131.40	1036.93
Total Income*	Rs. Cr.	118.02	85.39
PAT	Rs. Cr.	17.08	17.42
Net Worth	Rs. Cr.	275.24	259.14
Return on Average Assets (RoAA)	(%)	1.57	1.81
Return on Average Net Worth (RoNW)	(%)	6.39	8.59
Debt/Equity	Times	3.00	2.91
Gross NPA	(%)	4.67	3.05
Net NPA	(%)	3.03	2.25

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

Not Applicable

Any other information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Banks And Financial Institutions: <https://www.acuite.in/view-rating-criteria-45.htm>
- Explicit Credit Enhancements: <https://www.acuite.in/view-rating-criteria-49.htm>
- Non-Banking Financing Entities: <https://www.acuite.in/view-rating-criteria-44.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite'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
14 Sep 2023	Term Loan	Long Term	17.00	ACUITE A (CE) Negative (Reaffirmed)
	Proposed Bank Facility	Long Term	50.00	ACUITE BBB+ Negative (Reaffirmed)
	Proposed Term Loan	Long Term	65.00	ACUITE BBB+ Negative (Reaffirmed)
15 Mar 2023	Proposed Term Loan	Long Term	65.00	ACUITE BBB+ Positive (Reaffirmed)
	Proposed Term Loan	Long Term	50.00	ACUITE BBB+ Positive (Assigned)
	Term Loan	Long Term	17.00	ACUITE A (CE) Positive (Reaffirmed)
15 Jul 2022	Term Loan	Long Term	17.00	ACUITE A (CE) Positive (Reaffirmed)
	Proposed Term Loan	Long Term	65.00	ACUITE BBB+ Positive (Reaffirmed)
13 Jan 2021	Term Loan	Long Term	17.00	ACUITE A (CE) Stable (Assigned)
	Proposed Term Loan	Long Term	65.00	ACUITE BBB+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	50.00	Not Applicable Withdrawn
Not Applicable	Not Applicable	Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	Simple	65.00	Not Applicable Withdrawn
Hinduja Leyland Finance Ltd.	Not Applicable	Term Loan	Not available	Not available	07 Nov 2023	Simple	17.00	Not Applicable Withdrawn

Contacts

Analytical	Rating Desk
Mohit Jain Senior Vice President-Rating Operations Tel: 022-49294017 mohit.jain@acuite.in Ramesh Metri Associate-Rating Operations Tel: 022-49294065 ramesh.metri@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in

About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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