

## Press Release

Fortpoint Automotive Mumbai Private Limited

November 30, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	40.00	ACUITE BB-   Reaffirmed   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	40.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs.40.00 Cr bank facilities of Fortpoint Automotive Mumbai Private Limited (FAMPL). The rating is now flagged as "Issuer Not-Cooperating" on account of information risk.

#### About the Company

FAMPL was incorporated in 2005 by Mr. Sandeep Bafna and is part of the Fortpoint group. The company is an authorized dealer of Eicher in Mumbai and deals in heavy duty vehicles, light medium duty vehicles, and buses and also deals in spare parts. Company operates through a showroom and three workshops.

#### 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 the due date.

Acuite believes that information risk is a critical component in such ratings, and non cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite'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). Acuite endeavored 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.

#### Rating Sensitivities

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

## Other Factors affecting Rating

None

## Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

## Status of non-cooperation with previous CRA

Not applicable

## Any other information

None

## Applicable Criteria

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

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
07 Sep 2021	Inventory Funding	Long Term	12.00	ACUITE BB- (Withdrawn)
	Cash Credit	Long Term	5.00	ACUITE BB- (Withdrawn)
	Cash Credit	Long Term	11.00	ACUITE BB-   Stable (Upgraded from ACUITE C)
	Proposed Bank Facility	Long Term	24.00	ACUITE BB-   Stable (Upgraded from ACUITE C)
	Inventory Funding	Long Term	5.00	ACUITE BB-   Stable (Upgraded from ACUITE C)
	Cash Credit	Long Term	11.00	ACUITE D (Downgraded from ACUITE BB-   Stable)
	Proposed Bank Facility	Long Term	7.00	ACUITE C (Downgraded from ACUITE BB-   Stable)

11 Jun 2021	Inventory Funding	Long Term	5.00	ACUITE C (Downgraded from ACUITE BB-   Stable)
	Inventory Funding	Long Term	12.00	ACUITE C (Downgraded from ACUITE BB-   Stable)
	Cash Credit	Long Term	5.00	ACUITE C (Downgraded from ACUITE BB-   Stable)
11 Mar 2021	Inventory Funding	Long Term	12.00	ACUITE BB-   Stable (Assigned)
	Proposed Bank Facility	Long Term	7.00	ACUITE BB-   Stable (Assigned)
	Inventory Funding	Long Term	5.00	ACUITE BB-   Stable (Assigned)
	Cash Credit	Long Term	5.00	ACUITE BB-   Stable (Assigned)
	Cash Credit	Long Term	11.00	ACUITE BB-   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
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	11.00	ACUITE BB-   Reaffirmed   Issuer not co-operating*
Yes Bank Ltd	Not Applicable	Inventory Funding	Not Applicable	Not Applicable	Not Applicable	Simple	5.00	ACUITE BB-   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Loan	Not Applicable	Not Applicable	Not Applicable	Simple	24.00	ACUITE BB-   Reaffirmed   Issuer not co-operating*

## Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 <a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a>  Nilesh Soni Analyst-Rating Operations Tel: 022-49294065 <a href="mailto:nilesh.soni@acuite.in">nilesh.soni@acuite.in</a>	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

### 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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