

Press Release

Vinayak Cars Private Limited

April 27, 2017

Rating Update

Total Bank Facilities Rated*	Rs. 9.10 Cr. #
Long Term Rating	SMERA BB- Issuer not co-operating*
Short Term Rating	SMERA A4+ Issuer not co-operating*

Refer Annexure for details

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

SMERA has long-term rating of '**SMERA BB-**' (read as **SMERA BB minus**) and short term rating of '**SMERA A4+**' (read as '**SMERA A four plus**') on the Rs. 9.10 crore bank facilities of Vinayak Cars Private Limited. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower

SMERA 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 SMERA's policies.

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Trading Entities - <https://www.smera.in/criteria-trading.htm>
- Financial Ratios And Adjustments - <https://www.smera.in/criteria-fin-ratios.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). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity

Vinayak Cars Private Limited (VCPL) incorporated in 2007 is a Bengaluru-based authorised dealer for Skoda Auto India Private Limited. The company has also taken dealership of Yamaha Motors and DSK Benelli for two wheelers. VCPL has two showrooms and two service stations for Skoda and a showroom and service station each for Yamaha and DSK Benelli in Bengaluru. The company also has a stockyard (with stacking capacity of 152 cars) in K. R. Puram Bengaluru.

For FY2014-15 VCPL reported net profit of Rs.0.59 cr on operating income of Rs.93.82 cr as compared with net profit of Rs. 0.52 cr on operating income of Rs. 86.42 crore in the previous year.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
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12-Jan-2016	Cash Credit	Long Term	INR 7	SMERA BB- / Stable
	Term Loan	Long Term	INR 1.15	SMERA BB- / Stable
	Letter of Guarantee	Short Term	INR 0.45	SMERA A4+
	Proposed Cash Credit	Short Term	INR 5	SMERA BB- / Stable
24-Jul-2015	Cash Credit	Long Term	INR 5	SMERA BB- / Stable
	Term Loan	Long Term	INR 1.15	SMERA BB- / Stable
	Bank Guarantee	Short Term	INR 0.6	SMERA A4+
02-Apr-2014	Cash Credit	Long Term	INR 5	SMERA B+ / Stable
	Term Loan	Long Term	INR 1.15	SMERA B+ / Stable
	Bank Guarantee	Short Term	INR 0.6	SMERA A4

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA BB- Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	1.15	SMERA BB- Issuer not co-operating*
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	0.60	SMERA A4+ Issuer not co-operating*

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

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