

Press Release

Archana Motors Private Limited

July 13, 2022



Rating Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|---------------------------------------|---------------------|--|----------------------|
| Bank Loan Ratings | 14.95 | ACUITE D Reaffirmed Issuer not co-operating* | - |
| Total Outstanding Quantum (Rs. Cr) | 14.95 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 0.00 | - | - |

Rating Rationale

Acuité has reaffirmed the long term rating of '**ACUITE D' (read as ACUITE D)** on the Rs.14.95 Cr. bank facilities of Archana Motors Private Limited (AMPL). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

Thrissur based AMPL is part of the Archana Group incorporated in August 12, 2011 by Mr. Shibu Job Cheeran and his family. AMPL is an authorized dealer of Tata Motors Limited (Tata) commercial vehicles and is engaged in the sale of new and used cars, servicing of vehicles, sale of spare parts and accessories.

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.

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 has endeavoured 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 requests.

Rating Sensitivity

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

Material Covenants

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

Not Applicable

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>
- Service Sector: <https://www.acuite.in/view-rating-criteria-50.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>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------|-----------|-----------------|--|
| 14 Apr 2021 | Ad-hoc limits (Fund Based) | Long Term | 3.45 | ACUITE D (Downgraded and Issuer not co-operating*) |
| | Cash Credit | Long Term | 11.50 | ACUITE D (Downgraded and Issuer not co-operating*) |
| 23 Mar 2021 | Ad-hoc limits (Fund Based) | Long Term | 3.45 | ACUITE B- (Issuer not co-operating*) |
| | Cash Credit | Long Term | 11.50 | ACUITE B- (Issuer not co-operating*) |
| 27 Dec 2019 | Cash Credit | Long Term | 11.50 | ACUITE B- (Issuer not co-operating*) |
| | Ad-hoc limits (Fund Based) | Long Term | 3.45 | ACUITE B- (Issuer not co-operating*) |
| 06 Oct 2018 | Cash Credit | Long Term | 11.50 | ACUITE B- (Issuer not co-operating*) |
| | Ad-hoc limits (Fund Based) | Long Term | 3.45 | ACUITE B- (Issuer not co-operating*) |
| 16 Feb 2017 | Cash Credit | Long Term | 11.50 | ACUITE B- (Issuer not co-operating*) |
| | Ad-hoc limits (Fund Based) | Long Term | 3.45 | ACUITE B- (Issuer not co-operating*) |
| 16 Nov 2015 | Cash Credit | Long Term | 11.50 | ACUITE B- Stable (Downgraded from ACUITE B Stable) |
| | Ad-hoc limits (Fund Based) | Long Term | 3.45 | ACUITE B- Stable (Downgraded from ACUITE B Stable) |
| 11 Jul 2014 | Cash Credit | Long Term | 11.50 | ACUITE B Stable (Assigned) |
| | Ad-hoc limits (Fund Based) | Long Term | 3.45 | ACUITE B Stable (Assigned) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Quantum (Rs. Cr.) | Rating |
|----------------------|----------------|----------------------------|-------------------------|--------------------|----------------------|--------------------------|--|
| State Bank of India | Not Applicable | Ad-hoc Limits (Fund Based) | Not Applicable | Not Applicable | Not Applicable | 3.45 | ACUITE D Reaffirmed Issuer not co-operating* |
| State Bank of India | Not Applicable | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 11.50 | ACUITE D Reaffirmed Issuer not co-operating* |

Contacts

| Analytical | Rating Desk |
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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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