



Rating Rationale

Abhinandan Motors Pvt. Ltd.

2Aug2019

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 9.00 Crore of Abhinandan Motors Pvt. Ltd. based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present [^]		Previous (Nov, 2015)	Present
Fund based Cash Credit Cash Credit (e-DFS)	5.00 3.00	5.00 3.00	Long Term	BWR BB- <i>(Pronounced as BWR Double B Minus)</i> Outlook:Stable	Issuer did not Co-operate; BWR B+ <i>(Pronounced as BWR Single B Plus)</i> (Outlook: Stable) (Downgraded)
Non Fund Based Bank Guarantee	1.00	1.00	Short Term	BWR A4 <i>(Pronounced as BWR A Four)</i>	Issuer did not Co-operate; BWR A4 <i>(Pronounced as BWR A Four)</i> (Reaffirmed)
Total	9.00	9.00	₹ Nine Crores Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

Issuer did not co-operate; based on best available information; Moved to Rating Not Reviewed on 22.2.2017

Note: ^ as per the last known information

Ratings: Long term rating downgraded and short term rating reaffirmed

In view of the non-availability of the information and lack of management cooperation, Brickwork Ratings has downgraded the long term rating from BWR BB- (Outlook: Stable) to BWR B+ (Outlook: Stable) and short term rating reaffirmed to BWR A4 for the bank loan facilities amounting to ₹9.00 Cr of Abhinandan Motors Pvt. Ltd..

The lenders may note to exercise due caution while using the above ratings, which mentions “Issuer Not Cooperating” since the ratings lack any projections of a forward looking component as it is arrived based on the best available information on the firm without any management/ banker’s interaction.



Nature of Non-co-operation: The rating was due for a review in **Nov 2016**. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the Company, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating.

Limitations of the rating: Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.

About the Company (Information as available in Nov, 2015)

Abhinandan Motors Private Ltd (AMPL) was incorporated in 2006 at Hyderabad, Telangana. The company is an authorised dealer of Bajaj Auto Limited for three wheeler vehicles (goods carriers and passenger carriers) since 2005. In October 2010, the company also added the two-wheeler range of Bajaj Auto Ltd to its product portfolio.

AMPL has 17 showrooms at various locations in Hyderabad like Tolichowki, Attapur, Mehdipatnam, Sangareddy, Siddipet, Zaheerabad, Medak, Tupran, Karimnagar, Sricilla, Godavarikhani, Jagtial, Peddapalli, Husnabad, Huzurabad, Metpally.

Except Mehdipatnam and Metpally, all other showrooms are equipped with 3S Facilities (Sales, Service Centre and Spare parts sales).

AMPL is part of the Hyderabad based Kothari group which is primarily into automobile Finance, automobile dealership, constructions and logistics businesses for the last three decades. Kothari group is managed by Mr.Swarup Chand Kothari & his son Mr. Rohit Kumar Kothari.

Rating History for the last three years

S.No	Facility	Current Rating (2019)			Rating History			
		Type	Amount (₹ Cr)	Rating [^]	2018	22.2.2017	2016	4.11.2015
1	Fund Based	Long Term	8.00	Issuer did not Co-operate; BWR B+ (Pronounced as BWR Single B Plus) (Outlook: Stable) (Downgraded)	-	Rating Not Reviewed	-	BWR BB- (Pronounced as BWR Double B Minus) Outlook:Stable
2	Non Fund Based	Short Term	1.00	Issuer did not Co-operate; BWR A4 (Pronounced as BWR A Four) (Reaffirmed)				BWR A4 (Pronounced as BWR A Four)

	Total	9.00	₹ Nine Crores Only
--	--------------	-------------	---------------------------

^Issuer did not co-operate; based on best available information

Status of non-cooperation with previous CRA- CRISIL has suspended its ratings on Dec 6, 2014 on account of non-cooperation by AMPL

Any other information - Nil

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)

For any other criteria obtain [hyperlinks](#) from website

Abhinandan Motors Pvt. Ltd.

Annexure I

Particulars	Units	2014	2015
Net Sales/Revenues	₹ Cr	104.09	90.04
EBIDTA	₹ Cr	1.97	1.62
PAT	₹ Cr	0.57	0.69
Tangible Networth	₹ Cr	2.45	2.91
Total Debt : TNW	Times	6.70	1.75
Current Ratio	Times	1.35	3.09

Note: As per the information available with BWR



Analytical Contacts	Investor Contacts
<p>A P Kamath Senior Director - Ratings B : +91 80 4040 9940 apkamath@brickworkratings.com</p> <p>Lakshmi V Tamada Ratings Analyst B : +91 80 4040 9940 Ext :326 lakshmi.t@brickworkratings.com</p>	<p>Satish Nair Director - Global Market Development & Investor Relations M : +91 7738875550 B : +91 22 6745 6666 satish.n@brickworkratings.com</p>
<p>1-860-425-2742</p>	

For print and digital media

The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

DISCLAIMER

Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.