

Spectra Industries Ltd

Brickwork Ratings reaffirms the ratings for the Bank Loan Facilities of Rs. 42.68 Crs. of Spectra Industries Ltd based on best available information, as the issuer did not cooperate.

Particulars

Facilities**	Amount (Rs.Crs.)		Tenure	Rating#	
	Previous	Present		Previous (October 11, 2022)	Present
Fund Based	7.68	7.68	Long Term	BWR D Reaffirmation/ISSUE R NOT COOPERATING*	BWR D Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed
Non Fund Based	35.00	35.00	Short Term	BWR D Reaffirmation/ISSUE R NOT COOPERATING*	BWR D Continues to be in ISSUER NOT COOPERATING* category/Reaffirmed
	(10.00)	(10.00)			
Grand Total	42.68	42.68	(Rupees Forty Two Crores and Sixty Eight lakhs Only)		

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

**Details of Bank Loan facilities,consolidation or instruments are provided in Annexure

*Issuer did not cooperate; based on best available information.

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The long term rating of the Bank Loan Facilities of the company has been reaffirmed at BWR D and continue with the Issuer Not Cooperating* category based on the available information as the client has not submitted any information for ascertaining the financial risk profile/performance of the company.

The rating was due for surveillance and BWR have made regular follow up with the client, vide telephone calls and emails. However, the company has still not provided all the required information to execute the annual review.

In the absence of adequate information from the issuer/banker, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating. Hence, on account of inadequate information and lack of management cooperation, Brickwork



Ratings has reaffirmed the rating of the Bank Loan Facilities of the company at BWR D and continue with the Issuer Not Cooperating* as the company has defaulted in payment of its loans and the credit facilities with Banks and defaulted in payment of Statutory Dues which is still continued as per unaudited half yearly result dated September 2022. As the business activities was closed, the company has not earned a operating revenue in FY21 & FY22, as per information available from the public domain. It Incurred a Loss from FY18 onwards upto FY22. As per the quarterly updates, the total income for H1FY23 remained “Zero” with operating profit and PAT margin stood “Negative”because of closure of business operations.

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, non cooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit ratings should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non- transparency and withholding of information required for a review of the rating.

ABOUT THE ENTITY

(Information as on October 2017) Spectra Industries Ltd (SIL or the Company) was incorporated in 1992 at Mumbai, Maharashtra. The Spectra Industries Ltd (SIL) is promoted by the Gupta family of Mumbai who has been in Manufacturing and Trading Business for the past four decades. The chairman of the company is Mr. Bharat Bhushan Gupta. The managing director of the company is Mr. Vinod Kumar Gupta & the executive director of the company is Mr. Jaidev Gupta. Initially, the company was in a Manufacturing of automobile sheet metal components for Fiat in Mumbai , However from 2010 SIL engaged in the dealership of heavy and light commercial vehicles manufactured by Mahindra & Mahindra Ltd. The Company also trades various items such as Fabrics, Steel, and coal. The dealership business is in Heavy Commercial Vehicles & Light Commercial Vehicles manufactured by Mahindra & Mahindra Ltd (Exclusive dealer for Entire Mumbai, Thane and Raigad District). The Company has set up the showroom for automobiles in ajivali village, Panvel and two workshops at Panvel and Mira road (east) Mumbai. The company currently sells around 400 vehicles this year.

KEY FINANCIAL INDICATORS (Standalone)

Key Parameters	Units	FY 21-22 (Audited)	FY 20-21 (Audited)
Operating Revenue	₹ Cr	0.00	0.00
EBITDA	₹ Cr	(0.64)	(0.21)
PAT	₹ Cr	(5.94)	(5.50)
Tangible Net Worth	₹ Cr	(48.95)	(43.01)
Tangible Debt/Tangible Net Worth	Times	(1.09)	(1.13)
Current Ratio	Times	0.04	0.06

Non-cooperation with previous CRA - NA



RATING HISTORY FOR THE PREVIOUS THREE YEARS (including withdrawal and suspended)

Facilities		Current Rating (2022)		Rating History			
Type	Tenure	Amount (Rs. Crs)	Rating	2022	11-Oct-2021	29-Sep-2020	02-Jan-2019
Fund Based	LT	7.68	BWR D (Reaffirmation /Issuer Non Co-operation*)	NA	BWR D (Reaffirmation) Issuer Non Co-operation	BWR D (Downgraded/Issuer Non Co-operation*)	BWR BStable (Downgrade/ISSUER NOT COOPERATING*)
Non Fund Based	ST	35.00	BWR D (Reaffirmation /Issuer Non Co-operation*)	NA	BWR D (Reaffirmation/Issuer Non Co-operation*)	BWR D (Downgraded/Issuer Non Co-operation*)	BWR A4 (Reaffirmation/ISSUER NOT COOPERATING*)
NFB SubLimit	ST	(10.00)	NA	NA	NA	NA	NA
Total		42.68	(Rupees Forty Two Crores and Sixty Eight lakhs Only)				

COMPLEXITY LEVELS OF THE INSTRUMENTS - Simple

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at [www.brickworkratings.com / download / ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf). Investors' queries can be sent to info@brickworkratings.com.

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [What Constitutes Non-Cooperation](#)
- [Default Recognition and Default Curing Period](#)

Analytical Contacts	
Gaurav Agnihotri Senior Ratings Analyst Board: +91 22 2831 1426 Ext: 603 gaurav.a@brickworkratings.com	Chintan Dilip Lakhani Director - Ratings Board: +91 22 2831 1426 chintan.l@brickworkratings.com
1-860-425-2742 media@brickworkratings.com	



Spectra Industries Ltd
ANNEXURE-I
Details of Bank Facilities rated by BWR

SL.No.	Name of the Bank/Lender	Type Of Facilities	Long Term (Rs.Crs.)	Short Term (Rs.Crs.)	Total (Rs.Crs.)
1	Bank of India	Cash Credit-Sanctioned	5.00	–	5.00
2	Bank of India	Letter of Credit-Sanctioned	–	30.00	30.00
		Sub-Limit (Bank Guarantee) -Sanctioned		(10.00)	
3	HDFC Bank	Term Loan-Sanctioned	2.68	–	2.68
4	ICICI Bank	Inventory Funding Facility-Sanctioned	–	5.00	5.00
Total			7.68	35.00	42.68
TOTAL (Rupees Forty Two Crores and Sixty Eight lakhs Only)					

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