



Rating Rationale

Spectra Industries Ltd

2 Jan 2019

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 42.68 Crore of Spectra Industries 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 (Oct, 2017)	Present
Fund based	7.68	7.68	Long Term	BWR B+ Outlook:Stable	Issuer did not Co-operate BWR B (Outlook: Stable) (Downgraded)
Non Fund Based	35.00	35.00	Short Term	BWR A4	Issuer did not Co-operate BWR 4 (Reaffirmed)
Total	42.68	42.68	₹ Forty Two Crores Sixty Eight lakhs Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not co-operate; based on best available information

Ratings: Downgraded

Nature of Non-co-operation:

The rating was due for a review in Oct 2018 BWR took up with the issuer to provide required information over emails dated 31-10-18, 26-11-18 & 11-12-18 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 and lack of management cooperation, 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 Oct, 2017)

Spectra Industries Ltd (SIL) was incorporated on 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 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 is engaged in is engaged in 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.

Rating History for the last three years (including withdrawn/suspended ratings)

S.No	Instrument /Facility	Current Rating (2018)			Rating History		
		Type (Long Term/ Short Term)	Amount (₹ Cr)	Rating^	2017	2016	2015
1	Fund Based	Long Term	7.68	Issuer did not Co-operate; BWR B (Outlook: Stable) (Downgraded)	BWR B+	BWR B+	N.A
2	Non Fund Based	Short Term	35.00	Issuer did not Co-operate; BWR 4 (Reaffirmed)	BWR A4	BWR A4	N.A
Total			42.68	₹ Forty Two Crores Sixty Eight Lakh Only			

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



Status of non-cooperation with previous CRA-N.A

Any other information-N.A

Hyperlink/Reference to applicable Criteria

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

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

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For print and digital media

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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.