

FPL Automobiles Private Limited

January 07, 2022

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	13.00	CARE B; Stable; ISSUER NOT COOPERATING* (Single B; Outlook: Stable; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	13.00 (Rs. Thirteen Crore Only)		

Details of facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated December 21, 2020, placed the rating(s) of FPL Automobiles Private Limited (FAPL) under the 'issuer non-cooperating' category as FAPL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. FAPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated November 06, 2021, November 16, 2021 and November 26, 2021.

In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which however, in CARE's opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).

Detailed description of the key rating drivers

Please refer to PR dated [December 21, 2020](#)

Analytical approach: Standalone

Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

About the Company

FPL Automobiles Private Limited (FAPL) was incorporated in the year 2014 by Mr. N. Mohan, Mr. V. Sekar, Mrs. S. Suganthi & Mrs. M. Padma. Prior to establishing FAPL, the directors had previous experience in textile engineering & plastic manufacturing. FAPL has a group entity called Formulated Polymers Limited which is engaged in manufacturing of formulated polymers. FAPL is the authorized dealer of Hyundai Motor Company (ranked 2nd best automobile dealer all over Tamil Nadu) for vehicles and spare parts. FAPL has been receiving best performance award for the three years consecutively called 'Grand Champion' from Hyundai on account of its out growing performance. As a result, Hyundai has approved two more service centres to FAPL which is likely to be established in Chromepet & Koyambedu in Chennai. It currently has three operating showrooms in Chennai, Tamil Nadu. With effect from March 2018 FAPL started operating in Chromepet & received best-volume retail award from Hyundai in January 2018. The company procures the vehicles and spare parts directly from Hyundai's manufacturing unit in Chennai. The registered office is located in Chennai, Tamil Nadu.

Brief Financials (Rs. crore)	31-03-2020 (A)	31-03-2021 (A)	9MFY22 (Prov.)
Total operating income	268.74	NA	NA
PBILDT	10.88	NA	NA
PAT	2.54	NA	NA
Overall gearing (times)	6.74	NA	NA
Interest coverage (times)	1.94	NA	NA

A: Audited; Prov.: Provisional; NA: Not Available

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

Covenants of rated instrument/facility: Annexure-3

Complexity level of various instruments rated for this company: Annexure-4

Annexure-1: Details of Instruments / Facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Electronic Dealer Financing Scheme		-	-	-	12.00	CARE B; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit		-	-	-	1.00	CARE B; Stable; ISSUER NOT COOPERATING*

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

Annexure-2: Rating History of last three years

Sr. No	Name of the Instrument/ Bank Facilities	Current Ratings		Rating history				
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1	Fund-based - LT-Electronic Dealer Financing Scheme	LT	12.00	CARE B; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (21-Dec-20)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (17-Oct-19)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (29-Jan-19)
2	Fund-based - LT-Cash Credit	LT	1.00	CARE B; Stable; ISSUER NOT COOPERATING*	-	1)CARE B; Stable; ISSUER NOT COOPERATING* (21-Dec-20)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (17-Oct-19)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (29-Jan-19)

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

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities: Not Applicable

Annexure 4: Complexity level of various instruments rated for this company

Sr. No	Name of instrument	Complexity level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Electronic Dealer Financing Scheme	Simple

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

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