

## Benara Bearings and Pistons Limited

February 13, 2023

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	47.01	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	2.99	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1.

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

### Rationale and key rating drivers

CARE had, vide its press release dated November 18, 2021, maintained the rating of Benara Bearings and Pistons Ltd (BBPL) under the 'issuer non-cooperating' category as BBPL had failed to provide information for monitoring of the rating. BBPL continues to be non-cooperative despite repeated requests for submission of information through e-mails dated October 18, 2022, October 19, 2022, October 24, 2022 etc and numerous phone calls.

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. Further, banker could not be contacted.

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

**Analytical approach:** Standalone

### Key weaknesses

#### Delays in debt servicing

There are delays in servicing of its debt obligations due to stressed liquidity position of the company and the account has been classified as NPA by banks/ financial institutions.

### Applicable criteria

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

[Policy on default recognition](#)

[Financial Ratios – Non financial Sector](#)

[Liquidity Analysis of Non-financial sector entities](#)

[Short Term Instruments](#)

[Manufacturing Companies](#)

### About the company

Benara Bearings & Pistons Ltd (BBPL), incorporated in 1970 by Mr. Panna Lal Jain, manufactures aftermarket automotive parts and has 2 units in Agra, Uttar Pradesh which manufactures engine bearings & bushes for stationary marine engines, pistons, pins, piston rings, engine bearing and bushes for all applications. Furthermore, the company is involved in the marketing of products like ball bearing, spark plugs, rocker arms, timing chains etc. On March 22, 2018, the company raised Rs 33.49 cr. through IPO proceeds and got listed on NSE SME and BSE Exchange

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

Brief Financials (₹ crore)	March 31, 2021 (A)	March 31, 2022 (A)	10MFY23 (P)
Total operating income	41.65	25.93	NA
PBILDT	-11.22	-12.82	NA
PAT	-14.54	-13.97	NA
Overall gearing (times)	1.52	2.48	NA
Interest coverage (times)	-2.04	-2.81	NA

A: Audited, P: Provisional, NA: Not available

**Status of non-cooperation with previous CRA:** NA

**Any other information:** NA

**Rating history for the last three years:** Please refer Annexure-2

**Covenants of the rated instruments/facilities:** Detailed explanation of the covenants of the rated instruments/facilities is given in Annexure-3

**Complexity level of the various instruments rated:** Annexure-4

**Lender details:** Annexure-5

#### Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	38.60	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	31-12-2025	8.41	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-BG/LC		-	-	-	2.99	CARE D; ISSUER NOT COOPERATING*

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

**Annexure-2: Rating history for the last three years**

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Fund-based - LT-Term Loan	LT	8.41	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (18-Nov-21) 2)CARE B+; Stable; ISSUER NOT COOPERATING* (26-Apr-21)	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (25-Mar-20)
2	Fund-based - LT-Cash Credit	LT	38.60	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (18-Nov-21) 2)CARE B+; Stable; ISSUER NOT COOPERATING* (26-Apr-21)	-	1)CARE BB; Stable; ISSUER NOT COOPERATING* (25-Mar-20)
3	Non-fund-based - ST-BG/LC	ST	2.99	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (18-Nov-21) 2)CARE A4; ISSUER NOT COOPERATING* (26-Apr-21)	-	1)CARE A4; ISSUER NOT COOPERATING* (25-Mar-20)

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

\*Long term/Short term.

**Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities: NA**

**Annexure-4: Complexity level of the various instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Term Loan	Simple
3	Non-fund-based - ST-BG/LC	Simple

**Annexure-5: Lender details**

To view the lender wise details of bank facilities please [click here](#)

**Note on the complexity levels of the rated instruments:** CARE Ratings 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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