

Metro Spare Part (India) Private Limited

December 15, 2021

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	15.00	CARE B+; Stable; ISSUER NOT COOPERATING* (Single B Plus; Outlook: Stable; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; Stable; (Double B Minus; Outlook: Stable)
Total Bank Facilities	15.00 (Rs. Fifteen Crore Only)		

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated December 02, 2020, placed the rating(s) of Metro Spare Part (India) Private Limited (MSPPL) under the 'issuer non-cooperating' category as MSPPL 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. MSPPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated October 18, 2021, October 28, 2021, November 07, 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).

The ratings assigned to the bank facilities of MSPPL have been revised on account of non-availability of requisite information. The ratings also factored in decline in scale of operations, profitability, capital structure as well as debt coverage indicators during FY 20.

Detailed description of the key rating drivers

Please refer to PR dated [December 02, 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

Metro Spare Part (India) Private Limited (MSPPL) was incorporated in November 2007 by one Mrs. Madhushree Choudhury of Bhubaneswar, Odisha. Subsequently, the company started to initiate an automobile spare parts trading business and has setup a selling and servicing facility at Badajena Complex near Bhubaneswar. The company sells two and three wheeler spare parts of brands like Bajaj, Piaggio, Bharat Motors etc. Moreover, the company has not availed any moratorium on interest on working capital that could be availed under the terms of recent RBI circular.

Brief Financials (Rs. crore)	31-03-2019 (A)	31-03-2020 (A)	31-03-2021(Prov.)
Total operating income	47.70	41.31	NA
PBILDT	1.87	2.03	NA
PAT	0.50	0.33	NA
Overall gearing (times)	2.23	2.77	NA
Interest coverage (times)	1.69	1.39	NA

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

Status of non-cooperation with previous CRA: CRISIL has put the rating assigned to the bank facilities of MSPPL rating into Issuer Not Cooperating category vide press release dated June 11, 2021 on account of its inability to carry out a review in the absence of the requisite information from the company.

Any other information: Not Applicable.

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

Covenants of rated instrument/facility: Annexure -3

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

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

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-Cash Credit		-	-	-	11.15	CARE B+; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Vendor financing		-	-	-	0.75	CARE B+; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Electronic Dealer Financing Scheme		-	-	-	3.10	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-Cash Credit	LT	11.15	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (02-Dec-20)	1)CARE BB; Stable (09-Sep-19)	-
2	Fund-based - LT-Vendor financing	LT	0.75	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (02-Dec-20)	1)CARE BB; Stable (09-Sep-19)	-
3	Fund-based - LT-Electronic Dealer Financing Scheme	LT	3.10	CARE B+; Stable; ISSUER NOT COOPERATING*	-	1)CARE BB-; Stable; ISSUER NOT COOPERATING* (02-Dec-20)	1)CARE BB; Stable (09-Sep-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
3	Fund-based - LT-Vendor financing	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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About CARE Ratings:

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