

## Raja Motors Sirsa

September 09, 2024

| Facilities/Instruments     | Amount (₹ crore) | Rating <sup>1</sup>                      | Rating Action  |
|----------------------------|------------------|--|--|
| Long Term Bank Facilities  | 7.50             | CARE B-; Stable; ISSUER NOT COOPERATING* | Rating continues to remain under ISSUER NOT COOPERATING category |
| Short Term Bank Facilities | 0.20             | CARE A4; 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 Ratings Ltd. had, vide its press release dated August 23, 2023, placed the rating(s) of Raja Motors Sirsa (RMS) under the 'issuer non-cooperating' category as RMS had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. RMS continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated July 08, 2024, July 18, 2024 and July 28, 2024.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'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).**

**Analytical approach:** Standalone

**Outlook:** Stable

### Detailed description of the key rating drivers:

Please refer to PR dated [August 23, 2023](#)

### Applicable criteria

[Policy on Default Recognition](#)

[Policy in respect of non-cooperation by issuers](#)

[Rating Outlook and Rating Watch](#)

### About the firm

Haryana-based RMS was established in 2008 by Mr. Om Parkash Makkar, Mr. Rajesh Makkar and Ms. Rupesha Rani as a partnership firm. RMS works as an authorized dealer of personal vehicles for Hyundai Motor India Limited from its own showroom and sells spare parts as well, in Sirsa itself.

| Brief Financials (Rs. crore) | March 31, 2016 (A) | March 31, 2017 (A) |
|------------------------------|--------------------|--------------------|
| Total operating income       | 56.47              | 53.14              |
| PBILDT                       | 1.96               | 1.80               |
| PAT                          | 0.05               | 0.07               |
| Overall gearing (times)      | 1.31               | 1.12               |
| Interest coverage (times)    | 1.31               | 1.32               |

A: Audited; Note: 'the above results are latest financial results available'

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

**Status of non-cooperation with previous CRA:** Not Applicable

**Any other information:** Not Applicable

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

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

**Complexity level of 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 and Rating Outlook       |
|------------------------------------|------|-------------------------------|-----------------|----------------------------|-----------------------------|--|
| Fund-based - LT-Bank Overdraft     |      | -                             | -               | -                          | 2.00                        | CARE B-; Stable; ISSUER NOT COOPERATING* |
| Fund-based - LT-Cash Credit        |      | -                             | -               | -                          | 5.50                        | CARE B-; Stable; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Bank Guarantee |      | -                             | -               | -                          | 0.20                        | CARE A4; ISSUER NOT COOPERATING*         |

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

#### Annexure-2: Rating history for 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 2024-2025 | Date(s) and Rating(s) assigned in 2023-2024            | Date(s) and Rating(s) assigned in 2022-2023            | Date(s) and Rating(s) assigned in 2021-2022            |
| 1       | Fund-based - LT-Cash Credit            | LT              | 5.50                         | CARE B-; Stable; ISSUER NOT COOPERATING* | -   | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (23-Aug-23) | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (24-Aug-22) | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (27-Jul-21) |
| 2       | Fund-based - LT-Bank Overdraft         | LT              | 2.00                         | CARE B-; Stable; ISSUER NOT COOPERATING* | -   | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (23-Aug-23) | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (24-Aug-22) | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (27-Jul-21) |
| 3       | Non-fund-based - ST-Bank Guarantee     | ST              | 0.20                         | CARE A4; ISSUER NOT COOPERATING*         | -   | 1)CARE A4; ISSUER NOT COOPERATING* (23-Aug-23)         | 1)CARE A4; ISSUER NOT COOPERATING* (24-Aug-22)         | 1)CARE A4; ISSUER NOT COOPERATING* (27-Jul-21)         |

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

LT: Long term; ST: Short term

**Annexure-3: Detailed explanation of covenants of rated instruments/facilities:** Not Applicable

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

| Sr. No. | Name of the Instrument             | Complexity Level |
|---------|------------------------------------|------------------|
| 1       | Fund-based - LT-Bank Overdraft     | Simple           |
| 2       | Fund-based - LT-Cash Credit        | Simple           |
| 3       | Non-fund-based - ST-Bank Guarantee | Simple           |

**Annexure-5: Lender details**

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

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

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### About us:

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