

Tata Motors Passenger Vehicles Limited

October 10, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long-term / Short-term bank facilities	-	-	Withdrawn
Long-term bank facilities	-	-	Withdrawn
Short-term bank facilities	-	-	Withdrawn

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

CARE Ratings Limited (CareEdge Ratings) has withdrawn the outstanding rating of 'CARE AA+; Stable/ CARE A1+' assigned to bank facilities of Tata Motors Passenger Vehicles Limited (TMPVL) with immediate effect. Vide order dated August 25, 2025, National Company Law Tribunal (NCLT) has approved the scheme of arrangement, where TMPVL is amalgamated into the existing listed company, Tata Motors Ltd. (TML). Pursuant to this, TMPVL ceased to exist on October 01, 2025. Therefore, it is no longer useful or necessary for CareEdge Ratings to maintain ratings on the entity's debt obligations.

Analytical approach: Not applicable

Outlook: Not applicable

Applicable criteria

[Withdrawal Policy](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Consumer discretionary	Automobile and auto components	Automobiles	Passenger cars and utility vehicles

Historically, a commercial vehicle (CV) manufacturer, TML forayed into manufacturing passenger vehicle (PV) across all product segments, compact, mid-size, and utility in 1998-99, broadening its business horizon. On January 01, 2022, the PV Undertaking of TML was transferred to TMPVL as a going concern, on a slump sale basis, and TMPVL (name changed from TML Business Analytics Services Ltd on September 17, 2021) became the direct subsidiary of TML on January 01, 2022. The subsidiarisation of TMPVL under TML was to focus on PVs powered by internal combustion engines to provide a differentiated focus for the PV Business, realising its potential and unlocking business value by enhanced management focus and operational flexibility. TMPVL designs, manufactures, and sells a wide range of automotive PVs, primarily in the Indian market. In FY25, the company had the third highest market share in the Indian PV market at 13.2%.

Brief Financials (₹ crore)	FY24 (A)	FY25 (A)
Total operating income	50,981	48,969
PBILDT	3,550	2,909
PAT	1,404	554
Overall gearing (times)	0.49	0.38
Interest coverage (times)	14.97	18.41

¹Complete definition of ratings assigned are available at www.careratings.com and other CARE Ratings Limited's publications

A: Audited; Note: these are latest available financial results

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of 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 - Working Capital Limits	-	-	-	-	0.00	Withdrawn
Fund-based - ST - Term loan*	-	-	-	-	0.00	Withdrawn
LT/ST Fund-based/Non-fund-based - CC/WCDL/OD/LC/BG	-	-	-	-	0.00	Withdrawn
Non-fund-based - ST - Working Capital Limits	-	-	-	-	0.00	Withdrawn

*Proposed; no outstanding

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 2025-2026	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
1	LT/ST Fund-based/Non-fund-based - CC/WCDL/OD/LC/BG	LT/ST	-	-	1)CARE AA+; Stable / CARE A1+ (04-Jul-25)	1)CARE AA+; Stable / CARE A1+ (21-May-24)	-	-
2	Non-fund-based - ST - Working Capital Limits	ST	-	-	1)CARE A1+ (04-Jul-25)	1)CARE A1+ (21-May-24)	-	-
3	Fund-based - ST - Term loan	ST	-	-	1)CARE A1+ (04-Jul-25)	1)CARE A1+ (21-May-24)	-	-
4	Fund-based - LT - Working Capital Limits	LT	-	-	1)CARE AA+; Stable (04-Jul-25)	1)CARE AA+; Stable (21-May-24)	-	-

LT: Long term; ST: Short term; LT/ST: Long term/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 - Working Capital Limits	Simple
2	Fund-based - ST - Term loan	Simple
3	LT/ST Fund-based/Non-fund-based - CC/WCDL/OD/LC/BG	Simple
4	Non-fund-based - ST - Working Capital Limits	Simple

Annexure-5: Lender details

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

Note on complexity levels of rated instruments: CareEdge 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.

Contact us

Media Contact Mradul Mishra Director CARE Ratings Limited Phone: +91-22-6754 3596 E-mail: mradul.mishra@careedge.in	Analytical Contacts Ranjan Sharma Senior Director CARE Ratings Limited Phone: +91-22-6754 3453 E-mail: ranjan.sharma@careedge.in
Relationship Contact Saikat Roy Senior Director CARE Ratings Limited Phone: +91-22-6754 3404 E-mail: saikat.roy@careedge.in	Hardik Manharbhai Shah Director CARE Ratings Limited Phone: +91-22-6754 3591 E-mail: hardik.shah@careedge.in
	Arti Roy Associate Director CARE Ratings Limited Phone: +91-22-6754 3657 E-mail: arti.roy@careedge.in

About us:

Established in 1993, CareEdge Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the Reserve Bank of India. With an equitable position in the Indian capital market, CareEdge Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CareEdge Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CareEdge Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit. For more information: www.careratings.com

Disclaimer:

This disclaimer pertains to the ratings issued and content published by CARE Ratings Limited ("CareEdge Ratings"). Ratings are opinions on the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse, or recall the concerned bank facilities or to buy, sell, or hold any security. Any opinions expressed herein are in good faith and are subject to change without notice. The rating reflects the opinions as on the date of the rating. A rating does not convey suitability or price for the investor. The rating agency does not conduct an audit on the rated entity or an independent verification of any information it receives and/or relies on for the rating exercise. CareEdge Ratings has based its ratings/outlook on the information obtained from reliable and credible sources. CareEdge Ratings does not, however, guarantee the accuracy, adequacy, or completeness of any information and is not responsible for any errors or omissions and the results obtained from the use of such information. The users of the rating should rely on their own judgment and may take professional advice while using the rating in any way. CareEdge Ratings shall not be liable for any losses that user may incur or any financial liability whatsoever to the user of the rating. The use or access of the rating does not create a client relationship between CareEdge Ratings and the user.

CAREEDGE RATINGS DISCLAIMS WARRANTY OF ANY KIND, EXPRESS, IMPLIED OR OTHER WARRANTIES OR CONDITIONS, TO THE EXTENT PERMITTED BY APPLICABLE LAWS, INCLUDING WARRANTIES OF MERCHANTABILITY, ACCURACY, COMPLETENESS, ERROR-FREE, NON-INFRINGEMENT, NON-INTERRUPTION, SATISFACTORY QUALITY, FITNESS FOR A PARTICULAR PURPOSE OR INTENDED USAGE.

Most entities whose bank facilities/instruments are rated by CareEdge Ratings have paid a credit rating fee, based on the amount and type of bank facilities/instruments. CareEdge Ratings or its subsidiaries/associates may also be involved with other commercial transactions with the entity. CareEdge Ratings does not act as a fiduciary by providing the rating. The ratings are intended for use only within the jurisdiction of India. The ratings of CareEdge Ratings do not factor in any rating-related trigger clauses as per the terms of the facilities/instruments, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and triggered, the ratings may see volatility and sharp downgrades. CareEdge Ratings has established policies and procedures as required under applicable laws and regulations which are available on its website.

Privacy Policy applies. For Privacy Policy please refer to https://www.careratings.com/privacy_policy

© 2025, CARE Ratings Limited. All Rights Reserved.

This content is being published for the purpose of dissemination of information. Any use or reference to the contents herein on an "as-is" basis is permitted with due acknowledgement to CARE Ratings. Reproduction or retransmission in whole or in part is prohibited except with prior written consent from CARE Ratings.

**For detailed Rating Report and subscription information,
please visit www.careratings.com**