

## Harita Seating Systems Limited

September 22, 2021

### Ratings

Facilities	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long term Bank Facilities	-	-	Withdrawn
Long term/Short term (LT/ ST) Bank Facilities	-	-	Withdrawn
Total Facilities	-		

Details of instruments/facilities in Annexure-1

### Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the ratings assigned to the Bank facilities of Harita Seating Systems Limited (HSSL) with immediate effect. The above action has been taken as the company has been merged with Minda Industries Limited (MIL) following the receipt of necessary NCTL approvals for the said amalgamation.

**Analytical approach:** Not applicable

### Applicable Criteria

[Policy on Withdrawal of ratings](#)

### About the Company

Prior to the merger with Minda Industries Limited, Harita Seating Systems Ltd (HSSL) was a TVS Group company, engaged in manufacturing of seating systems for commercial vehicles, buses, tractors and off-road vehicles for nearly 30 years. Post-merger with MIL, HSSL has become a division of MIL and cease to exist as a separate entity.

Brief Financials (Rs. crore)	FY19 (A)	FY20 (A)
Total operating income	490.98	374.56
PBILDT	41.08	18.16
PAT	22.02	2.25
Overall gearing (times)	0.41	0.21
Interest coverage (times)	15.37	4.70

A: Audited

**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 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Fund-based - LT-Cash Credit	-	-	-	-	-	Withdrawn
Non-fund-based - LT/ ST-Letter of credit	-	-	-	-	-	Withdrawn
Non-fund-based - LT/ ST-Bank Guarantees	-	-	-	-	-	Withdrawn

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and other CARE publications

**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	-	-	-	1)CARE A (CWP) (22-Mar-21) 2)CARE A (CWP) (04-May-20)	-	1)CARE A (CWP) (22-Feb-19) 2)CARE A; Stable (06-Sep-18)
2.	Non-fund-based - LT/ST-Letter of credit	LT/ST	-	-	-	1)CARE A / CARE A1 (CWP) (22-Mar-21) 2)CARE A / CARE A1 (CWP) (04-May-20)	-	1)CARE A / CARE A1 (CWP) (22-Feb-19) 2)CARE A; Stable / CARE A1 (06-Sep-18)
3.	Non-fund-based - LT/ST-Bank Guarantees	LT/ST	-	-	-	1)CARE A / CARE A1 (CWP) (22-Mar-21) 2)CARE A / CARE A1 (CWP) (04-May-20)	-	1)CARE A / CARE A1 (CWP) (22-Feb-19) 2)CARE A; Stable / CARE A1 (06-Sep-18)

CWP: Credit Watch with Positive Implications

**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.	Non-fund-based - LT/ ST-Bank Guarantees	Simple
3.	Non-fund-based - LT/ ST-Letter of credit	Simple

**Annexure 5: Bank/Lender Details for this Company: Not applicable**

**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@careratings.com](mailto:care@careratings.com) for any clarifications.

## Contact us

### Media Contact

Mr. Mradul Mishra  
Contact no.: +91-22-6837 4424  
Email ID: mradul.mishra@careratings.com

### Analyst Contact

Mr. Himanshu Jain  
080-46625528  
Himanshu.jain@careratings.com

### Relationship Contact

Mr. Nitin Kumar Dalmia  
080-46625555  
nitin.dalmia@careratings.com

### About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

### Disclaimer

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