

## Modern Machinery Store

October 25, 2021

### Ratings

Facilities/Instruments	Amount (Rs. crore)	Ratings	Rating Action
Long Term Bank Facilities	9.30	<b>CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)</b>	Rating continues to remain under ISSUER NOT COOPERATING category
Long Term / Short Term Bank Facilities	0.30	<b>CARE D / CARE D; ISSUER NOT COOPERATING* (Single D / Single D ISSUER NOT COOPERATING*)</b>	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Facilities</b>	<b>9.60 (Rs. Nine Crore and Sixty Lakhs Only)</b>		

Details of facilities in Annexure-1

### Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated October 22, 2020, placed the rating(s) of Modern Machinery Store (MMS) under the 'issuer non-cooperating' category as MMS 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. MMS continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated September 07, 2021, September 17, 2021, September 27, 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.**

### Detailed description of the key rating drivers

Please refer to PR dated [October 22, 2020](#)

**Analytical approach:** Standalone

### Applicable Criteria:

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

[Policy on default recognition](#)

### About the firm

Incorporated as a partnership firm in 1954 by Gupta family, Alwar (Rajasthan) based M/s Modern Machinery Store (MMS) is engaged in automobile trading and servicing. MMS is an authorized dealer for two wheelers manufactured by Hero Moto Corp Limited. Besides, it also operates dealership of John Deere India Private Limited (JDIPL). The firm has a 3S (sales, service and spares) facility in Alwar. Until July 2016, MMS was also an authorized dealer for passenger cars manufactured by Hyundai Motor India Limited; however, the same segment has now been shifted by the promoters in newly incorporated company M/s Modern Autocar Private Limited (MAPL).

Brief financials of MMS are tabulated below:

Brief Financials (Rs. crore)	FY16 (A)
Total operating income	116.71
PBILDT	4.42
PAT	0.10
Overall gearing (times)	11.06
Interest coverage (times)	1.15

A: Audited

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

**Any other information:** Not Applicable

**Disclosure of Interest of Independent/Non-Executive Directors of CARE:** 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 firm:** Please refer 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-Term Loan		-	-	June, 2017	0.10	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit		-	-	-	9.20	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - LT/ ST-Bank Guarantees		-	-	-	0.30	CARE D / CARE D; 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-Term Loan	LT	0.10	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (22-Oct-20)	1)CARE D; ISSUER NOT COOPERATING* (17-Sep-19)	1)CARE D; ISSUER NOT COOPERATING* (24-Aug-18)
2	Fund-based - LT-Cash Credit	LT	9.20	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (22-Oct-20)	1)CARE D; ISSUER NOT COOPERATING* (17-Sep-19)	1)CARE D; ISSUER NOT COOPERATING* (24-Aug-18)
3	Non-fund-based - LT/ ST-Bank Guarantees	LT/ST	0.30	CARE D / CARE D; ISSUER NOT COOPERATING*	-	1)CARE D / CARE D; ISSUER NOT COOPERATING* (22-Oct-20)	1)CARE D / CARE D; ISSUER NOT COOPERATING* (17-Sep-19)	1)CARE D / CARE D; ISSUER NOT COOPERATING* (24-Aug-18)

\*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 firm**

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 - LT/ ST-Bank Guarantees	Simple

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. This classification is available at [www.careratings.com](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

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### About CARE Ratings:

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