

Magnum Aviation Private Limited

September 26, 2022

Ratings

| Facilities/Instruments | Amount (₹ crore) | Rating ¹ | Rating Action |
|------------------------------|--|---|--|
| Long Term Bank Facilities | 9.50 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Short Term Bank Facilities | 8.50 | CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) | Rating continues to remain under ISSUER NOT COOPERATING category |
| Total Bank Facilities | 18.00 (₹ Eighteen Crore Only) | | |

Details of instruments/facilities in Annexure-1

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated July 07, 2021, placed the rating(s) of Magnum Aviation Private Limited (MAPL) under the 'issuer non-cooperating' category as MAPL 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. MAPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated May 23, 2022, June 02, 2022, June 12, 2022.

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).

Detailed description of the key rating drivers

Please refer to PR dated [July 07, 2021](#)

Analytical approach: Standalone

Applicable Criteria

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

[Policy on Default Recognition](#)

About the Company

Incorporated in 2002, Magnum Aviation Private Limited (MAPL) is promoted by Mr. Vishal Varshnei and Ms Manvi Varshnei. MAPL is engaged in the trading of aircraft spares such as aircraft wheels, brakes, avionics, propeller hoses, lubricants etc. Additionally, the company also provides Maintenance, Repair & Overhaul (MRO) services for the aircraft components and has its service facility located in Special Economic Zone of Noida, Uttar Pradesh. MAPL caters to the need of both civil and military aircraft customers in overseas markets as well as in domestic markets.

| Brief Financials (₹ crore) | FY20(A) | FY21(A) | FY22(Prov.) | Q1FY23(Prov.) |
|----------------------------|---------|---------|-------------|---------------|
| Total operating income | 74.44 | NA | NA | NA |
| PBILDT | 5.68 | NA | NA | NA |
| PAT | 1.56 | NA | NA | NA |
| Overall gearing (times) | 2.90 | NA | NA | NA |
| Interest coverage (times) | 2.43 | NA | NA | NA |

A-Audited, Prov.- Provisional, NA – Not Available.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Available

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

Covenants of rated instrument/facility: Please refer Annexure-3

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

*Issuer did not cooperate; Based on best available information

Complexity level of various instruments rated for this company: 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 (₹ crore) | Rating Assigned along with Rating Outlook |
|------------------------------------|------|------------------|-----------------|---------------|-----------------------------|---|
| Fund-based - LT-Cash Credit | - | - | - | - | 9.50 | CARE D; ISSUER NOT COOPERATING* |
| Fund-based - ST-Bank Overdraft | - | - | - | - | 7.50 | CARE D; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Bank Guarantee | - | - | - | - | 1.00 | 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 (₹ crore) | Rating | Date(s) and Rating(s) assigned in 2022-2023 | Date(s) and Rating(s) assigned in 2021-2022 | Date(s) and Rating(s) assigned in 2020-2021 | Date(s) and Rating(s) assigned in 2019-2020 |
| 1 | Fund-based - LT-Cash Credit | LT | 9.50 | CARE D; ISSUER NOT COOPERATING* | - | 1)CARE D; ISSUER NOT COOPERATING* (07-Jul-21) | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (30-Mar-21) | 1)CARE B-; Stable; ISSUER NOT COOPERATING* (26-Feb-20) |
| 2 | Fund-based - ST-Bank Overdraft | ST | 7.50 | CARE D; ISSUER NOT COOPERATING* | - | 1)CARE D; ISSUER NOT COOPERATING* (07-Jul-21) | 1)CARE A4; ISSUER NOT COOPERATING* (30-Mar-21) | 1)CARE A4; ISSUER NOT COOPERATING* (26-Feb-20) |
| 3 | Non-fund-based - ST-Bank Guarantee | ST | 1.00 | CARE D; ISSUER NOT COOPERATING* | - | 1)CARE D; ISSUER NOT COOPERATING* (07-Jul-21) | 1)CARE A4; ISSUER NOT COOPERATING* (30-Mar-21) | 1)CARE A4; ISSUER NOT COOPERATING* (26-Feb-20) |

*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 - ST-Bank Overdraft | Simple |
| 3 | Non-fund-based - ST-Bank Guarantee | Simple |

Annexure-5: Bank lender details for this company

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

Note on complexity levels of the rated instruments: CARE Ratings 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 Limited:

Established in 1993, CARE Ratings Ltd. is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India (SEBI), it has also been acknowledged as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). With an equitable position in the Indian capital market, CARE Ratings Limited provides a wide array of credit rating services that help corporates to raise capital and enable investors to make informed decisions backed by knowledge and assessment provided by the company.

With an established track record of rating companies over almost three decades, we follow a robust and transparent rating process that leverages our domain and analytical expertise backed by the methodologies congruent with the international best practices. CARE Ratings Limited has had a pivotal role to play in developing bank debt and capital market instruments including CPs, corporate bonds and debentures, and structured credit.

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