

V.G. Automobiles Private Limited

Ratings

Facilities	Amount (Rs. Million)	Rating ¹	Rating Action
Short Term Bank Facilities	-	-	Rating Withdrawn
Long Term Bank Facilities	-	-	Rating Withdrawn
Total Bank Facilities	-	-	

CARE Ratings Nepal Limited (CRNL) has withdrawn the rating of "CARE-NP BBB-" assigned to the long-term bank facilities and "CARE-NP A3" assigned to the short-term bank facilities of V.G. Automobiles Private Limited (VGAPL) with immediate effect. The above action has been taken at the request of VGAPL and 'No Objection Certificate' received from the banks that have extended the facilities rated by CRNL.

About the Company

VGAPL was incorporated on March 13, 2013 to deal in automobiles as well as spare parts. The company started its operations as an authorized distributor for SMIPL for their two-wheeler vehicles and spare parts in Nepal. During FY18, the company also entered into dealership agreement with Atul Auto Limited and Motul Lubricants as authorized distributor.

Contact us

Analyst Contact

Ms. Sarina Khakurel

Contact No.: +977-01-4012628

Email: sarina.khakurel@careratingsnepal.com

Mr. Santosh Pudasaini

Contact No.: +977-01-4012630

Email: pudasaini.santosh@careratingsnepal.com

Relationship Contact

Mr. Achin Nirwani

Contact No.: +977 9818832909

Email: achin.nirwani@careratingsnepal.com

About CARE Ratings Nepal Limited:

CARE Ratings Nepal Limited (CRNL) is licensed by the Securities Board of Nepal w.e.f. November 16, 2017. CRNL is supported by CARE Ratings Limited through a technical services agreement to provide technical support in the areas such as rating systems and procedures, methodologies, etc. from CARE Ratings on an ongoing basis. The technical support shall ensure that CRNL has adequate resources to provide high quality credit opinions in Nepal.

Our parent company, CARE Ratings Limited 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).

Disclaimer

CRNL's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CRNL has based its ratings on information obtained from sources believed by it to be accurate and reliable. CRNL does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CRNL have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating assigned by CARE is, inter-alia, based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors. CARE is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE's rating.

¹Complete definitions of the ratings assigned are available at www.careratingsnepal.com and other CARE publications.

Disclosure: Shareholders of V.G. Automobiles Private Limited are also amongst the shareholders of CARE Ratings Nepal Limited (CRNL). None of the shareholders of CRNL (Including shareholders of V.G. Automobiles Private Limited) are part of CRNL's rating committee and they do not participate in the rating process. And hence, they didn't have any role in the assignment of credit rating of V.G. Automobiles Private Limited by CRNL.