

April 02, 2024

Uno Minda Limited: Change in limits

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term – Term Loan	150.00	150.00	[ICRA]AA+(Stable); Outstanding
Long-term – Cash Credit	273.80	0.00	[ICRA]AA+(Stable); Outstanding
Long-term/ Short-term – Fund-based/ Non-fund based limits	-	273.80	[ICRA]AA+(Stable)/ [ICRA]A1+; Outstanding
Short-term – Non-fund based limits	260.00	260.00	[ICRA]A1+; Outstanding
Long-term/ Short-term – Unallocated Limits	16.20	16.20	[ICRA]AA+(Stable)/ [ICRA]A1+; Outstanding
Total Bank Facilities	700.00	700.00	
Short-term – Commercial Paper Programme	100.00	100.00	[ICRA]A1+; Outstanding
Long-term – NCD Programme	400.00	400.00	[ICRA]AA+(Stable); Outstanding

*Instrument details are provided in Annexure-I

Rationale

This rationale is being released to convey the change in the rated limits as depicted in the table above, based on the latest information received from Uno Minda Limited (UML).

Please refer to the following link for the previous detailed rationale that captures key rating drivers and their description, the liquidity position, rating sensitivities and key financial indicators: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Auto Components
Parent/Group support	Not applicable
Consolidation/Standalone	For arriving at the ratings, ICRA has considered the consolidated financials of UML. As on September 30, 2023, the company had 25 subsidiaries, two associates, and eight JVs, which are all enlisted in Annexure-II.

About the company

Uno Minda Limited (erstwhile Minda Industries Limited; changed w.e.f. July 14, 2022), the flagship company of the Uno Minda Group, is one of the most diversified auto component manufacturers in India with a presence across multiple product segments, including automotive switches, lighting, acoustics, alloy wheel and die-casting, seatings, and others. The company enjoys market leadership across products, being the largest supplier of switches for passenger vehicles (PVs) and two wheelers (2Ws) as well as for automotive horns in India. Furthermore, it is the largest manufacturer of PV alloy wheels by capacity. Additionally, UML is the third largest player for automotive lighting products and a leading player in the automotive seating

space for commercial vehicles, tractors and 2Ws. It also enjoys a leading position in other product segments such as blow-moulded products, air filters, air bags, infotainment systems, etc, through its subsidiaries/JVs.

Over the years, UML scaled up substantially and diversified its business profile through acquisitions, scale-up in greenfield projects, and consolidation of Group companies (in the auto component business). The company has also set up multiple JVs with global automotive majors, which have helped it expand its product portfolio besides strengthening its content per vehicle with Original Equipment Manufacturers (OEMs) as well as gain technological knowhow over the years.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Current rating (FY2025)		Chronology of rating history for the past 3 years					
		Amount rated (Rs. crore)	Amount outstanding as of Mar 31, 2024 (Rs. crore)	Date & rating in FY2025	Date & rating in FY2024		Date & rating in FY2023	Date & rating in FY2022	
				Apr 2, 2024	Sep 18, 2023	Aug 31, 2023	Aug 30, 2022	Aug 27, 2021	Jun 22, 2021
1 Term loans	Long term	150.0	91.0	[ICRA]AA+ (Stable)	[ICRA]AA+ (Stable)	[ICRA]AA+(Stable)	[ICRA]AA+(Stable)	[ICRA]AA+(Stable)	[ICRA]AA (Stable)
2 Cash Credit	Long term	--	--	-	[ICRA]AA+ (Stable)	[ICRA]AA+(Stable)	[ICRA]AA+(Stable)	[ICRA]AA+(Stable)	[ICRA]AA (Stable)
3 Fund/Non Fund based Limits	Long term and short term	273.8	--	[ICRA]AA+ (Stable)/[ICRA]A1+	--	--	--	--	--
3 Non-fund Based Limits	Short term	260.0	--	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
4 Unallocated Limits	Long term and short term	16.2	--	[ICRA]AA+ (Stable)/[ICRA]A1+	[ICRA]AA+ (Stable)/[ICRA]A1+	[ICRA]AA+ (Stable)/[ICRA]A1+	[ICRA]AA+ (Stable)/[ICRA]A1+	--	--
5 Unallocated Limits	Long term	--	--	--	--	--	--	--	[ICRA]AA (Stable)
6 Commercial Paper	Short term	100.0	--	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
7 NCD programme *	Long term	300.0	--	[ICRA]AA+(Stable)	[ICRA]AA+ (Stable)	[ICRA]AA+ (Stable)	--	--	--
7 NCD programme *	Long term	100.0	--	[ICRA]AA+ (Stable)	[ICRA]AA+ (Stable)	--	--	--	--

*Yet to be placed

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term fund-based – Term Loan	Simple
Long-term/ Short -term – Fund/Non-Fund Based Limits	Simple
Short -term – Non-fund Based Limits	Very Simple
Long-term/ Short -term – Unallocated limits	NA
Short -term – Commercial Paper	Very Simple
Long term -- NCD programme	Simple*

** Not placed/Issued yet; subject to change once the terms are finalized*

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Term Loan-I	FY2019	Repo-rate linked	FY2024	50.0	[ICRA]AA+(Stable)
NA	Term Loan-II	FY2023	1% over T-Bill rate	FY2028	100.0	[ICRA]AA+(Stable)
NA	Fund/Non Fund Based Limits	NA	NA	NA	273.8	[ICRA]AA+(Stable) / [ICRA]A1+
NA	Non- fund based limits	NA	NA	NA	260.0	[ICRA]A1+
NA	Unallocated	NA	NA	NA	16.2	[ICRA]AA+(Stable)/ [ICRA]A1+
NA*	Commercial paper	NA	NA	NA	100.00	[ICRA]A1+
NA*	NCD programme	NA	NA	NA	400.00	[ICRA]AA+(Stable)

Source: Company *Yet to be placed

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis

Company Name	UML Ownership	Consolidation Approach
Uno Minda Kyoraku Limited	67.60%	Full Consolidation
Minda Kosei Aluminium Wheel Private Limited	100.00%	Full Consolidation
SAM Global Pte. Ltd	100.00%	Full Consolidation
PT Minda Asean Automotive (Indonesia)	100.00%	Full Consolidation
Global Mazinkert S. L.	100.00%	Full Consolidation
Minda Storage Batteries Private Limited	100.00%	Full Consolidation
Uno Minda Katolec Electronics Services Private Limited	51.00%	Full Consolidation
Uno Mindarika Private Limited	51.00%	Full Consolidation
MI Torica India Private Limited	60.00%	Full Consolidation
UnoMinda EV Systems Private Limited	50.10%	Full Consolidation
UnoMinda Auto Systems Private Limited	100.00%	Full Consolidation
Uno Minda Tachi-S Seating Private Limited	51.00%	Full Consolidation
Uno Minda Buehler Motor Private Limited	100.00%	Full Consolidation
Uno Minda Auto Technologies Private Limited	100.00%	Full Consolidation
Minda D- Ten Private Limited	51.00%	Equity Method
Strongsun Renewables Private Limited	28.10%	Equity Method
CSE Dakshina Solar Private Limited	27.71%	Equity Method
Minda Westport Technologies Limited	49.99%	Equity Method
Minda TG Rubber Private Limited	49.90%	Equity Method
Rinder Riduco, S.A.S. Colombia	50.00%	Equity Method
Roki Uno Minda Co. Private Limited	49.00%	Equity Method
Minda TTE DAPS Private Limited*	50.00%	Equity Method

Company Name	UML Ownership	Consolidation Approach
Minda Onkyo Private Limited	50.00%	Equity Method
Denso Ten Minda Private Limited	49.00%	Equity Method
Toyoda Gosei Minda India Private Limited	47.80%	Equity Method
Kosei Minda Mould India Private Limited	100.00%	Full Consolidation
Tokai Rika Minda India Private Limited	30.00%	Equity Method
Kosei Minda Aluminium Wheel Private Limited	100.00%	Full Consolidation
Samaira Engineering	87.50%	Full Consolidation
SM Auto Industries	87.50%	Full Consolidation
YA Auto Industries	87.50%	Full Consolidation
Auto Component	95.00%	Full Consolidation
Yogendra Engineering	48.90%	Equity Method

Source: Company results; * Minda TTE DAPS Private Limited is currently under liquidation wef 31.03.2023

Note: ICRA has factored in consolidated financials of UML while assigning the ratings.

ANALYST CONTACTS

Shamsher Dewan

+91 124 4545328

shamsherd@icraindia.com

Srikumar Krishnamurthy

+91 44-45964318

ksrikumar@icraindia.com

Rohan Kanwar Gupta

+91 124 4545 808

rohan.kanwar@icraindia.com

Debadrita Mukherjee

+08 04 3326 4167

debadrita.mukherjee@icraindia.com

RELATIONSHIP CONTACT

L. Shivakumar

+91 22 6114 3406

shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

communications@icraindia.com

Helpline for business queries

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

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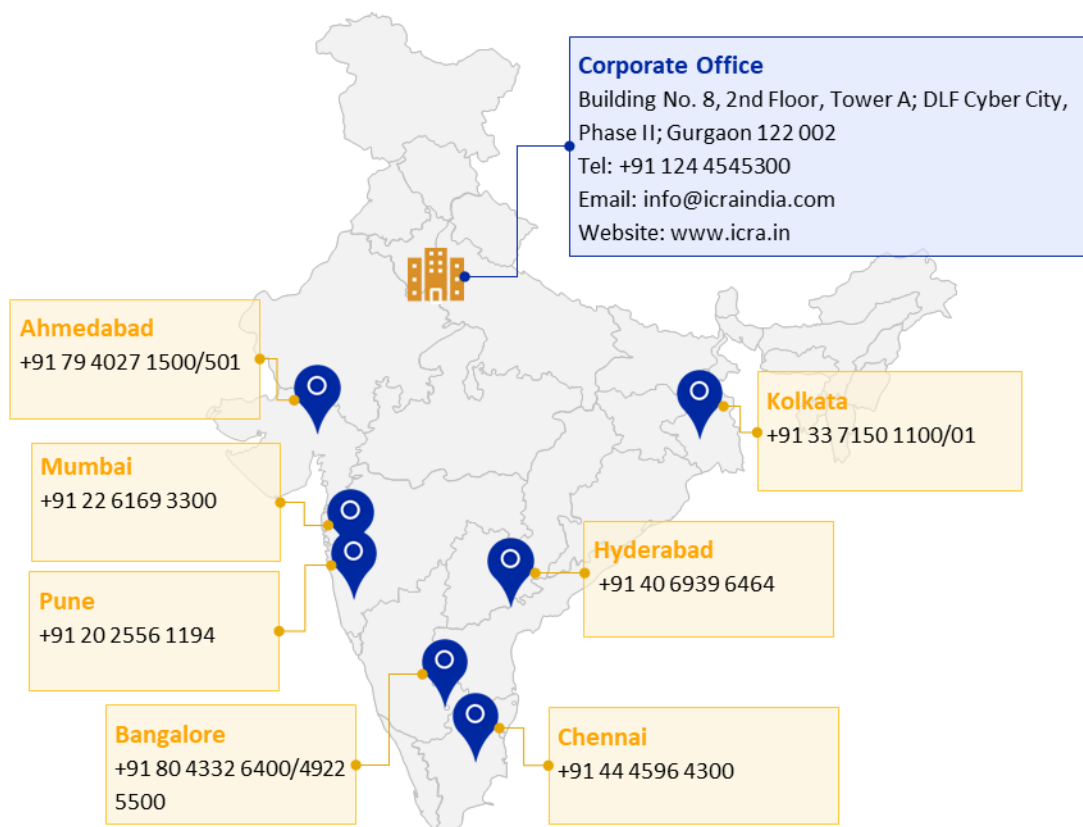


Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001
Tel: +91 11 23357940-45



Branches



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