

June 28, 2022

Moflex Suspensions LLP: Ratings withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term Fund-based -Term Loan	4.50	4.50	[ICRA]BBB+(Stable); Withdrawn
Long-term Fund based- Cash Credit Facilities	12.00	12.00	[ICRA]BBB+(Stable); Withdrawn
Long-term Fund bases – EPC/FBD	(5.00)*	(5.00)*	[ICRA]BBB+(Stable); Withdrawn
Short term- Non-fund based – Bank Guarantee	0.75	0.75	[ICRA]A2+; Withdrawn
Total	17.25	17.25	

Instrument details are provided in Annexure-1 Sublimit of cash credit facility

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Moflex Suspensions LLP (MSL) at the request of the company and based on the No Due Certificate received from the banker, and in accordance with ICRA's policy on withdrawal and suspension. However, ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The key rating drivers, liquidity position, rating sensitivities, key financial indicators have not been captured as the related instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical Approach

Analytical Approach	Comments
Applicable rating methodologies	Policy on Withdrawal of Credit Ratings Corporate Credit Rating Methodology Rating Methodology for Auto Component Suppliers
Parent/Group support	Not Applicable
Consolidation/Standalone	The ratings are based on the consolidated financials of Vikrant Auto Suspensions, Moflex Suspensions LLP and Tristar International, given the close business, financial and managerial linkages among them.

About the Company

Moflex Suspensions LLP (MSL) was incorporated in 1995 as Moflex Suspensions Private Limited and was subsequently converted into an LLP in October 2017. It manufactures and markets leaf springs and parabolic suspension springs for OEMs in the domestic market as well as for replacement markets such as the US, Europe and Australia. The manufacturing plant is located near Vadodara, Gujarat and has an installed capacity of manufacturing 21,000 tonnes per annum (MTPA) of automotive springs.

The firm is a part of the Vikrant Group, which manufactures multi-leaf and parabolic automotive springs. The promoters have more than five decades of experience in the springs manufacturing business. Apart from VAS, the Group comprises another leaf spring and parabolic suspension spring manufacturing company, Moflex Suspensions LLP (MSL), and an export-oriented marketing firm 'Tristar International'.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2023)			Chronology of Rating History for the past 3 years					
		Type	Amount Rated (Rs. crore)	Amount Outstanding as of Mar 31, 2022 (Rs. crore)	Date & Rating in June 28, 2022	Date & Rating in FY2022	Date & Rating in FY2021		Date & Rating in FY2020	
							March 05, 2021	July 07, 2020	April 22, 2019	April 04, 2019
1	Cash Credit	Long Term	12.00	-	[ICRA]BBB+ (Stable); Withdrawn	-	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Negative)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
2	Term Loan	Long Term	4.50	--	[ICRA]BBB+ (Stable); Withdrawn	-	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Negative)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)
3	Bank Guarantee	Short Term	0.75	-	[ICRA]A2+; Withdrawn	-	[ICRA] A2+	[ICRA] A2+	[ICRA] A2+	[ICRA] A2+
4.	EPC/PCFC	Long Term	(5.00)*		[ICRA]BBB+ (Stable); Withdrawn	-	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Negative)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Stable)

*= Sublimit of cash credit facility

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term Fund-based -Term Loan	Simple
Long-term Fund based- Cash Credit Facilities	Simple
Long-term Fund bases – EPC/FBD	Simple
Short term- Non-fund based – Bank Guarantee	Very Simple

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: www.icra.in

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Cash Credit	-	NA	-	12.00	[ICRA]BBB+ (Stable); Withdrawn
NA	EPC/FBD	-	NA	-	(5.00) *	[ICRA]BBB+ (Stable); Withdrawn
NA	Term Loans	February 2018	NA	December 2023	4.50	[ICRA]BBB+ (Stable); Withdrawn
NA	Bank Guarantee	-	NA	-	0.75	[ICRA]A2+; Withdrawn

Source: Company

Annexure II: List of entities considered for consolidated analysis

Company Name	MSL Ownership	Consolidation Approach
Moflex Suspensions LLP	100.00% (rated entity)	Full Consolidation
Vikrant Auto Suspensions	-	Full Consolidation
Tristar International	-	Full Consolidation

Source: MSL annual report FY2020

Note: ICRA has taken a consolidated view of VAS, MSL and Tristar

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