

October 27, 2023^(Revised)

L S Automotive India Private Limited: Ratings withdrawn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Long Term – Fund Based – Term Loan	79.29	79.29	[ICRA]BB+(Stable); withdrawn
Short Term – Fund Based – Working Capital	282.80	282.80	[ICRA]A4+; withdrawn
Long Term / Short Term – Unallocated	37.91	37.91	[ICRA]BB+(Stable)/[ICRA]A4+; withdrawn
Total	400.00	400.00	

*Instrument details are provided in Annexure I

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of **L S Automotive India Private Limited** at the request of the company and based on the No Objection Certificate received from the bankers, and in accordance with ICRA's policy on withdrawal. 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Rating Drivers, Liquidity Position, and Rating Sensitivities have not been captured as the rated instruments are being withdrawn.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	Corporate Credit Rating Methodology Policy on Withdrawal of Credit Ratings Rating methodology for Auto component suppliers
Parent/Group support	Ratings factor in the implicit support of parent LATCL and ultimate parent LS Mtron Limited.
Consolidation/Standalone	Standalone

About the company

LS Automotive India P Ltd (LS India/ the company), formerly known as Daesung Electric India Private Limited was incorporated in September 2006 for manufacturing switches, relays, audio, boards for the auto component industry, primarily for catering to HMIL (Hyundai Motors India Limited). LS India is a subsidiary of LS Automotive Technologies Co Ltd (LATCL), which is in turn held by a JV between LS Mtron Ltd and Pantheras Holdings LLS (investment entity of KKR & Co). LS India has two manufacturing facilities in India, one in Chennai and a smaller plant in Pune. Company currently undertakes assembly of switches from subcomponent materials received majorly from the Korean parent company and a small proportion procured locally. The company's revenues in FY2022 stood at Rs. 872.4 crore, with a PAT of Rs. 5.1 crore.

Key financial indicators (audited/provisional):

LS India Standalone	FY2021	FY2022
Operating Income (Rs. crore)	514.7	872.4
PAT (Rs. crore)	-1.3	5.1
OPBDIT/OI (%)	2.7%	6.1%
PAT/OI (%)	-0.3%	0.6%
Total Outside Liabilities/Tangible Net Worth (times)	4.1	2.2
Total Debt/OPBDITA (times)	9.3	6.5
Interest Coverage (times)	2.0	6.1

PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, Taxes and Amortisation;

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

SN	Instrument	Current Rating (FY2024)				Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. crore)	Amount Outstanding March 31, 2023 (Rs. crore)	Date & Rating in	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021	
					Oct 27, 2023			Oct 12, 2020	Sep 07, 2020
1	Term Loans	Long-Term	79.29	-	[ICRA]BB+(Stable); Withdrawn	[ICRA]BB+ (Stable)	-	-	-
2	Buyer's Credit	short term	158.59	-	[ICRA]A4+; Withdrawn	[ICRA]A4+	-	-	-
3	Packing Credit	short term	119.21	-	[ICRA]A4+; Withdrawn	[ICRA]A4+	-	-	-
4	Working Capital Demand Loan	short term	5.00	-	[ICRA]A4+; Withdrawn	[ICRA]A4+	-	-	-
5	Unallocated	Long-Term / Short Term	37.91	-	[ICRA]BB+(Stable)/ [ICRA]A4+;Withdrawn	[ICRA]BB+(Stable)/ [ICRA]A4+	-	-	-
6	Issuer Rating	Long-Term	-	-	-	-	-	[ICRA]BB-(Stable); Withdrawn	[ICRA]BB-(Stable)*

Source: company; *put on notice of withdrawal

Complexity level of the rated instruments

Instrument	Complexity Indicator
Term Loan	Simple
Buyer's Credit	Very Simple
Packing Credit	Very Simple
Working Capital Demand Loan	Very Simple
Unallocated	Not Applicable

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 Date*	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Term Loan	FY2022	-	-	79.29	[ICRA]BB+(Stable); Withdrawn
NA	Buyer's Credit	-	-	-	158.59	[ICRA]A4+; Withdrawn
NA	Packing Credit	-	-	-	119.21	[ICRA]A4+; Withdrawn
NA	Working Capital Demand Loan	-	-	-	5.00	[ICRA]A4+; Withdrawn
NA	Unallocated	-	-	-	37.91	[ICRA]BB+(Stable)/ [ICRA]A4+; Withdrawn

Source: Company; *not available as it depends on drawdown.

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

Annexure II: List of entities considered for consolidated analysis: Not Applicable

Corrigendum

The ratio - Total Outside Liabilities/Tangible Net Worth (times) for FY2021 has been corrected in the Key Financial Indicators table.

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