January 31, 2024

Fiat India Automobiles Private Limited: Ratings withdrawn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Long Term-Fund Based-Term Loan	1,380.0	1,380.0	[ICRA]AA (Stable); withdrawn
Long Term-Fund Based-Cash Credit	610.0	610.0	[ICRA]AA (Stable); withdrawn
Long Term/ Short Term-Non Fund Based	10.0	10.0	[ICRA]AA (Stable)/ [ICRA]A1+; withdrawn
Long Term/ Short Term-Unallocated	50.0	50.0	[ICRA]AA (Stable)/ [ICRA]A1+; withdrawn
Total	**2,050.0**	**2,050.0**	

**Instrument details are provided in Annexure-1*

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Fiat India Automobiles Private Limited (FIAPL) at the request of the company, and based on no objection certificates / no dues certificate received from the bankers, and in accordance with ICRA's policy on withdrawal of ratings. ICRA does not have adequate 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position, rating sensitivities, key financial indicators have not been captured as the rated instrument is being withdrawn.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 Rating Methodology for Passenger Cars & Utility Vehicles ICRA Policy on Withdrawal of Credit Ratings
Parent/Group Support	Not applicable
Consolidation/Standalone	For arriving at the ratings, ICRA has considered the standalone financials of FIAPL.

About the company

FIAPL is a 50:50 JV between TML and FCA Fiat Group Automobile SpA (now part of Stellantis). The company's manufacturing unit in Ranjangaon (Pune) has an annual production capacity of 2,50,000 1.2-Litre engines, 1,00,000 2.0-Litre engines and 1,90,000 passenger vehicles. At present, FIAPL is the sole manufacturing unit for TML's Nexon compact utility vehicle, and FCA's Jeep models in India. In addition, it is the sole manufacturer of the right-hand drive Jeep Compass model for FCA's global requirement. The company also assembles Jeep Wrangler and Jeep Grand Cherokee models in its facility.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2024)					Chronology of Rating History for the past 3 years		
		Type	Amount Rated (Rs. crore)	Amount Outstanding as of March 31, 2023 (Rs. crore)	Date & Rating in		Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021
					January 31, 2024	November 29, 2023	November 23, 2022	November 29, 2021	November 24, 2020 November 6, 2020
1	Fund-based – Working Capital Facilities	Long-term	610.0	-	[ICRA]AA(Stable); withdrawn	[ICRA]AA(Stable)	[ICRA]AA(Stable)	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)
2	Fund-based – Term Loan	Long-term	1,380.0	343.2	[ICRA]AA(Stable); withdrawn	[ICRA]AA(Stable)	[ICRA]AA(Stable)	[ICRA]AA-(Stable)	[ICRA]AA-(Stable)
3	Non-fund-based Facilities	Long/Short term	10.0	-	[ICRA]AA(Stable)/ [ICRA]A1+; withdrawn	[ICRA]AA(Stable)/ [ICRA]A1+	[ICRA]AA(Stable)/ [ICRA]A1+	[ICRA]AA-(Stable)/ [ICRA]A1+	[ICRA]AA-(Stable)/ [ICRA]A1+
4	Unallocated Limits	Long/Short term	50.0	-	[ICRA]AA(Stable)/ [ICRA]A1+; withdrawn	[ICRA]AA(Stable)/ [ICRA]A1+	[ICRA]AA(Stable)/ [ICRA]A1+	[ICRA]AA-(Stable)/ [ICRA]A1+	[ICRA]AA-(Stable)/ [ICRA]A1+
5	Commercial Paper	Short-term	-	-	-	[ICRA]A1+; withdrawn	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+

Source: Company

Complexity level of the rated instruments

Instrument	Complexity Indicator
Fund-based – Working Capital Facilities	Simple
Fund-based – Term Loan	Simple
Non-fund-based Facilities	Very Simple
Unallocated Limits	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-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Working Capital Facilities (Cash Credit)	NA	NA	NA	610.0	[ICRA]AA (Stable); withdrawn
NA	Term Loan 1	FY2016	1m LIBOR + 163 bps	FY2024	219.0	[ICRA]AA (Stable); withdrawn
NA	Term Loan 2	FY2016	1m LIBOR + 163 bps	FY2024	110.0	[ICRA]AA (Stable); withdrawn
NA	Term Loan 3	FY2016	1m LIBOR + 163 bps	FY2024	66.0	[ICRA]AA (Stable); withdrawn
NA	Term Loan – Proposed	NA	NA	NA	985.0	[ICRA]AA (Stable); withdrawn
NA	Non-fund-based Facilities	NA	NA	NA	10.0	[ICRA]AA (Stable)/ [ICRA]A1+; withdrawn
NA	Unallocated Limits	NA	NA	NA	50.0	[ICRA]AA (Stable)/ [ICRA]A1+; withdrawn

Source: *Company*

Annexure-2: List of entities considered for consolidated analysis – Not applicable

ANALYST CONTACTS

Shamsher Dewan
+91 124 4545328
shamsherd@icraindia.com

Kinjal Shah
+91 22 6114 3442
kinjal.shah@icraindia.com

Sahil Udani
+91 22 6114 3465
sahil.udani@icraindia.com

Yashowardhan Swami
+91 20 6606 9923
yashowardhan.swami@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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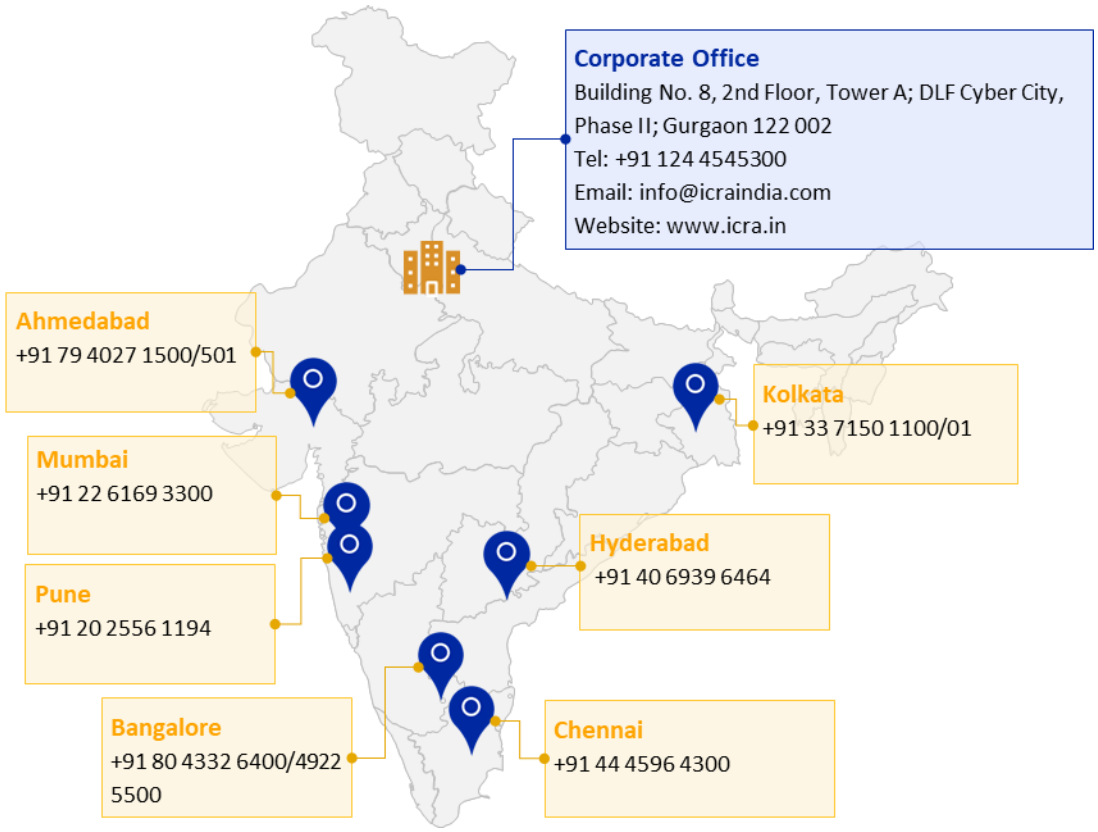
ICRA Limited

Registered Office

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

Branches



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