

February 26, 2020

Phf Leasing Limited: Continues to remain under Non-Cooperating category

Summary of rating action:

Instruments	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fixed Deposit Programme	4.65	4.65	MB+(Stable) ISSUER NOT COOPERATING*; Rating Continues to remain under 'Issuer Not Cooperating' category
Total	4.65	4.65	

*Issuer did not co-operate; based on best available information.

Rationale

The ratings for the Rs.4.65-crore¹ bank facility of Phf Leasing Limited continues to remain under 'Issuer Not Cooperating' category. The Medium term rating is denoted as "MB+ ISSUER NOT COOPERATING"² (pronounced ICRA MB Plus Issuer not cooperating with Stable outlook).

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA basis best available/dated/ limited information on the issuers' performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology
Parent/Group Support	Not applicable
Consolidation / Standalone	Standalone

About the company

Jalandhar-based Phf Leasing Limited (PHFL) is a deposit-taking non-banking financial company (NBFC), incorporated in 1992, which operates from four branches in Punjab in Jalandhar, Amritsar, Batala and Taran Taran. The company mainly provides loans for the purchase of commercial vehicles (CVs), cars and two-wheelers, and focuses on customers with weak credit profiles. As on March 31, 2018, the company reported a profit after tax of Rs. 0.04 crore on an asset base of Rs. 13.79 crore compared with a profit of Rs. 0.05 crore on an asset base of Rs. 16.29 crore as on March 31, 2017. As on March 31, 2018, the company had a net worth of Rs. 5.15 crore.

The previous detailed rating rationale is available on the following link: [Click here](#)

¹ 100 lakh = 1 crore = 10 million

² For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications www.icra.in

Status of non-cooperation with previous CRA

Not applicable

Key financial Indicators (Audited)

	FY2018	FY2019
Operating Income (Rs. crore)	2.87	2.31
PAT (Rs. crore)	0.04	0.16
Net Worth	5.15	5.31
Total Assets	13.79	11.94
Gearing (times)	1.47	0.65
Return on Average Assets (%)	0.29%	1.23%

Sources: MCA

Rating history for past three years

	Instrument	Current Rating (FY2020)				Rating History for the Past 3 Years		
		Type	Amount Rated	Amount Outstanding	Rating	FY2019	FY2018	FY2017
					26-Feb-2020	29-Nov-2018	15-Nov-2017	30-Dec-2016
1	Fixed Deposit Programme	Medium Term	4.65	-	MB+(Stable) ISSUER NOT COOPERATING	MB+(Stable) ISSUER NOT COOPERATING	MB+ ISSUER NOT COOPERATING	MB+ ISSUER NOT COOPERATING

All figures in Rs. Crore

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