

## S.T.C. Auto Private Limited: Rating withdrawn

September 04, 2023

### Summary of rating action:

Instrument	Last Rated Amount (NPR million)	Rating Action
Short-term loan limits	1,000	Rating withdrawn
<b>Total</b>	<b>1,000</b>	

### Rating action

ICRA Nepal has withdrawn the short-term rating of [ICRANP] A4 'Issuer Not Cooperating' (pronounced ICRA NP A four, Issuer Not Cooperating) assigned to the short-term loans of S.T.C. Auto Private Limited (STC). The rating action has been taken in accordance with the Credit Rating Regulations 2011, following the non-cooperation from STC in providing information for rating surveillance, despite multiple follow-ups. The rating was kept on notice for withdrawal for a period of six months, during which period also, there was no cooperation from the company for rating surveillance. ICRA Nepal does not have any information to suggest that the credit risk has changed since the time the ratings were last reviewed.

### Rationale

ICRA Nepal is withdrawing the ratings as it does not have sufficient and relevant information to suggest that the credit risk has changed since the time the rating was last reviewed. The key rating drivers, rating sensitivities, key financial indicators have not been captured as the rating is being withdrawn.

ICRA Nepal assesses whether the information available about the entity is commensurate with its rating and reviews the same as per Credit Rating Regulations 2011 as well as ICRA Nepal's 'Withdrawal/Suspension Policy' available at [www.icranepal.com](http://www.icranepal.com). As part of its process and in accordance with its rating agreement with STC, ICRA Nepal has been trying to seek comprehensive information from the entity to monitor its performance, but despite repeated requests by ICRA Nepal, the entity's management has remained largely non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA Nepal, the rating has been withdrawn.

### Link to the previous rating rationales

[Rationale – S.T.C. Auto Private Limited Issuer not cooperating February 2023](#)

[Rationale – S.T.C. Auto Private Limited Fresh BLR July 2021](#)

**Analytical approach:** For arriving at the rating, ICRA Nepal has applied its rating methodology as indicated below.

### Links to the applicable criteria

[Corporate Credit Rating Methodology](#)

[ICRA Nepal's policy on withdrawal of credit rating](#)

### About the company

Established in 2012, S.T.C. Auto Private Limited is the authorised distributor of the CEAT tyres for Nepal, since more than eight years. When last rated, the company was operating through three branch offices and was promoted by two individuals viz. Mr. Surendra K. Upreti and Mr. Bholeshwar Dulal, in equal proportion.

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### **About ICRA Nepal Limited:**

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For more information, visit [www.icranepal.com](http://www.icranepal.com)

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