

M.A.W. Enterprises Private Limited: Rating withdrawn

July 01, 2024

Summary of rating action

Instrument	Last rated amount (NPR million)	Rating Action
Short-term loans; fund based	2,250	Rating withdrawn
Short-term loans; non-fund based	1,960	
Total	4,210	

Rating action

ICRA Nepal has withdrawn the short-term loan rating of [ICRANP] A3+@ (pronounced ICRA NP A three plus, on 'watch with negative implications') assigned to short-term loan limits of M.A.W. Enterprises Private Limited (MAW). The rating action has been taken based on the request of the company, accompanied by the no objection on rating withdrawal from the company's lead banker. ICRA Nepal does not have any information to suggest that the credit risk has changed since the time the rating was last reviewed.

Rationale

The key rating drivers, rating sensitivities, key financial indicators have not been captured as the rating is being withdrawn.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. As part of its process and in accordance with its rating agreement with MAW, ICRA Nepal had been trying to seek comprehensive information from the entity to monitor its performance. However, with the company's request to withdraw the rating (owing to borrowing limits now being below the threshold level requiring credit rating), accompanied by the 'No Objection Letter' from the company's lead banker, the rating has been withdrawn, in line with the aforesaid policy of ICRA Nepal.

Link to the previous rating rationales:

[Rationale M.A.W. Enterprises Private Limited BLR Surveillance December-2022](#)

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

Links to the applicable criteria:

[Corporate Credit Rating Methodology](#)

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

About the company

When last rated, M.A.W. Enterprises Private Limited (MAW) was the authorised dealer of Yamaha two wheelers (2Ws) and Skoda passenger vehicles (PVs) in Nepal (since 1975 and 2007, respectively). Its registered office was in Biratnagar, Morang with one self-owned showroom in Kathmandu and 104 regional dealerships across the country for the 2W segment. The company is a part of the MAW Group, which has operations across various trading and financial services sectors in Nepal.

During last rating, the company's shares were held by three members of the Agarwal family. Mr. Vishnu Kumar Agarwal was the Managing Director of MAW, alongside other Group companies.

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About ICRA Nepal Limited:

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