

SEPTEMBER 18, 2015

**CARE REAFFIRMS RATING ASSIGNED TO THE BANK FACILITIES OF  
S E INVESTMENTS LIMITED**
**Ratings**

Facilities	Amount (Rs. crore)	Ratings <sup>1</sup>	Remarks
Long-term Bank facilities	687.50 (enhanced from 457.83) (Rupees Six Hundred Eighty Seven crore and Fifty lakh only)	CARE A- (Single A Minus)	Reaffirmed

**Rating Rationale**

The rating for the bank facilities of S E Investments Limited (SEIL) continues to derive strength from the long track record of the company, experienced management team, comfortable capital adequacy position, good asset quality, effective monitoring and management information system and adequately diversified resource profile. These rating strengths are, however, partially offset by the decline in income and profitability during FY15 (refers to the period April 1 to March 31) and moderate profile of borrowers and regional concentration.

Going forward, the ability of the company to achieve growth in business while maintaining its asset quality, spreads and capital adequacy are the key rating sensitivities.

**Background**

Incorporated in 1992, S. E. Investments Limited (SEIL) is registered with RBI as a non-deposit accepting non-banking financial company (NBFC). SEIL is mainly engaged in providing business loans of ticket size ranging from Rs.10 lakh to Rs.5 crore and tenor of 6-36 months. The business loan segment comprised 78% of the total AUM as on March 31, 2015. Apart from this, the company also provides income loans, personal loans and daily scheme loans. The company is presently having operations in 12 states including Uttar Pradesh, Maharashtra, Delhi, Rajasthan and Gujarat.

SEIL is promoted by the Agra-based Agarwal family, which is engaged in various businesses including financial sector, power (S. E. Power Limited rated 'CARE BBB-/ CARE A3'), infrastructure development & trading (Spring Infradev Limited, 'CARE A3/ CARE BBB-(FD)'), education sector (two DPS schools franchises), aviation sector and car dealership (Tata Motor dealership).

During FY15, SEIL recorded a net profit of Rs.44.50 crore (Rs.56.20 crore in FY14) on a total income of Rs.178.40 crore (Rs.207.90 crore in FY14). Loan portfolio stood at Rs.961.20 crore in FY15 as compared with Rs.871.40 crore in FY14. CAR stood at 47.48% as on March 31, 2015, as compared with 48.30% as on March 31, 2014.

**Analyst Contact**

Name: Mr Gaurav Dixit

Tel: 011-45333235


Cell: +91 9717070079

Email: gaurav.dixit@careratings.com

**\*\*For detailed Rationale Report and subscription information, please contact us at [www.careratings.com](http://www.careratings.com)**

*CARE has classified instruments rated by it on the basis of complexity. This classification is available at [www.careratings.com](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.*

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and other CARE publications



**Disclaimer:** CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

## CONTACT

### Head Office Mumbai

#### Ms. Meenal Sikchi

Vice President - Bank Loan & Instrument Rating  
 Mobile: +91-9819009839  
 E-mail: meenal.sikchi@careratings.com

#### Mr. Ankur Sachdeva

Vice President - Bank Loan & Financial Services  
 Mobile: +91-9819698985  
 E-mail: ankur.sachdeva@careratings.com

#### CREDIT ANALYSIS & RESEARCH LIMITED

Corporate Office: 4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (East), Mumbai - 400 022  
 Tel: +91-22-6754 3456 | Fax: +91-22-6754 3457 | E-mail: care@careratings.com

#### Other Office:

503, Kaledonia, Sahar Road, Near Andheri Railway Station, Andheri (E), Mumbai - 400 069  
 Tel: +91-22-6144 3456 | Fax: +91-22-6144 3556

#### AHMEDABAD

##### Mr. Mehul Pandya

32, Titanium, Prahaladnagar Corporate Road,  
 Satellite, Ahmedabad - 380 015  
 Cell: +91-98242 56265  
 Tel: +91-79-4026 5656  
 E-mail: mehul.pandya@careratings.com

#### JAIPUR

##### Mr. Rakesh Jayaraman

304, Pashupati Akshat Heights, Plot No. D-91,  
 Madho Singh Road, Near Collectorate Circle,  
 Bani Park, Jaipur - 302 016.  
 Cell: +91 - 76655 96136  
 Tel: +91-141-402 0213 / 14  
 E-mail: rakesh.jayaraman@careratings.com

#### BENGALURU

##### Mr. Dinesh Sharma

Unit No. 1101-1102, 11th Floor, Prestige Meridian II,  
 No. 30, M.G. Road, Bangalore - 560 001.  
 Cell: +91-99000 41975  
 Tel: +91-80-4115 0445, 4165 4529  
 E-mail: dinesh.sharma@careratings.com

#### KOLKATA

##### Ms. Priti Agarwal

3rd Floor, Prasad Chambers, (Shagun Mall Bldg.)  
 10A, Shakespeare Sarani, Kolkata - 700 071.  
 Cell: +91-98319 67110  
 Tel: +91-33- 4018 1600  
 E-mail: priti.agarwal@careratings.com

#### CHANDIGARH

##### Mr. Sajan Goyal

2nd Floor, S.C.O. 196-197, Sector 34-A,  
 Chandigarh - 160 022.  
 Cell: +91 99888 05650  
 Tel: +91-172-5171 100 / 09  
 Email: sajan.goyal@careratings.com

#### NEW DELHI

##### Ms. Swati Agrawal

13th Floor, E-1 Block, Videocon Tower,  
 Jhandewalan Extension, New Delhi - 110 055.  
 Cell: +91-98117 45677  
 Tel: +91-11-4533 3200  
 E-mail: swati.agrawal@careratings.com

#### CHENNAI

##### Mr. V Pradeep Kumar

Unit No. O-509/C, Spencer Plaza, 5th Floor,  
 No. 769, Anna Salai, Chennai - 600 002.  
 Cell: +91 98407 54521  
 Tel: +91-44-2849 7812 / 0811  
 Email: pradeep.kumar@careratings.com

#### PUNE

##### Mr. Rahul Patni

9th Floor, Pride Kumar Senate,  
 Plot No. 970, Bhamburda, Senapati Bapat Road,  
 Shivaji Nagar, Pune - 411 015.  
 Cell: +91-78754 33355  
 Tel: +91-20- 4000 9000  
 E-mail: rahul.patni@careratings.com

#### COIMBATORE

##### Mr. V Pradeep Kumar

T-3, 3rd Floor, Manchester Square  
 Puliakulam Road, Coimbatore - 641 037.  
 Tel: +91-422-4332399 / 4502399  
 Email: pradeep.kumar@careratings.com

CIN - L67190MH1993PLC071691

#### HYDERABAD

##### Mr. Saikat Roy

401, Ashoka Scintilla, 3-6-502, Himayat Nagar,  
 Hyderabad - 500 029.  
 Cell : + 91 9820998779  
 Tel: +91-40-4010 2030  
 E-mail: saikat.roy@careratings.com