

Press Release

Jyoti Automobiles Private Limited

July 27, 2021

Rating Update

Total Bank Facilities Rated*	Rs. 30.00 Cr.#
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

#Refer Annexure for details

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

Acuité has downgraded the long term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and reviewed the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 30.00 crore bank facilities of Jyoti Automobiles Private Limited (JAPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

JAPL, incorporated in 1998, is a Rajasthan-based company promoted by Mr. Sanjay Nakra and Mr. Rajeev Nakra. The company is an authorised dealer for MSIL since 2009 and is engaged in the sale of new vehicles, pre-owned vehicles (under 'True Value'), spare parts and accessories.

Non-cooperation by the issuer/borrower:

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.htm>

Limitation regarding information availability:

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Indicators - "No information provided by the issuer / available for Acuite to comment upon."

Rating Sensitivity - "No information provided by the issuer / available for Acuite to comment upon."

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
29-Apr-2020	Term Loan	Long Term	8.43	ACUITE BB Issuer not co-operating*
	Overdraft	Long Term	5.50	ACUITE BB Issuer not co-operating*
	Inventory Funding	Short Term	3.55	ACUITE A4+ Issuer not co-operating*
	Cash Credit (e-DFS)	Short Term	6.50	ACUITE A4+ Issuer not co-operating*
	Ad-hoc limit	Short Term	1.95	ACUITE A4+ Issuer not co-operating*
	Inventory Funding	Short Term	3.00	ACUITE A4+ Issuer not co-operating*
	Bank Guarantee	Short Term	0.5	ACUITE A4+ Issuer not co-operating*
	Proposed Working Capital Demand Loan	Long Term	0.57	ACUITE BB Issuer not co-operating*
08-Mar-2019	Term Loan	Long Term	8.43	ACUITE BB Issuer not co-operating*
	Overdraft	Long Term	5.50	ACUITE BB Issuer not co-operating*
	Inventory Funding	Short Term	3.55	ACUITE A4+ Issuer not co-operating*
	Cash Credit (e-DFS)	Short Term	6.50	ACUITE A4+ Issuer not co-operating*
	Ad-hoc limit	Short Term	1.95	ACUITE A4+ Issuer not co-operating*
	Channel Funding	Short Term	3.00	ACUITE A4+ Issuer not co-operating*
	Bank Guarantee	Short Term	0.5	ACUITE A4+ Issuer not co-operating*
	Proposed Working Capital Demand Loan	Long Term	0.57	ACUITE BB Issuer not co-operating*
02-Jan-2018	Term Loan	Long Term	8.43	ACUITE BB Issuer not co-operating*
	Overdraft	Long Term	5.50	ACUITE BB Issuer not co-operating*
	Inventory Funding	Short Term	3.55	ACUITE A4+ Issuer not co-operating*
	Cash Credit (e-DFS)	Short Term	6.50	ACUITE A4+ Issuer not co-operating*
	Ad-hoc limit	Short Term	1.95	ACUITE A4+ Issuer not co-operating*
	Channel Funding	Short Term	3.00	ACUITE A4+ Issuer not co-operating*
	Bank Guarantee	Short Term	0.5	ACUITE A4+ Issuer not co-operating*
	Proposed Working Capital Demand Loan	Long Term	0.57	ACUITE BB Issuer not co-operating*

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Available	Not Applicable	Not Available	8.43	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Overdraft	Not Available	Not Available	Not Available	5.50	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	3.55	ACUITE A4+ Issuer not co-operating*
Cash Credit (e-DFS)	Not Applicable	Not Applicable	Not Applicable	6.50	ACUITE A4+ Issuer not co-operating*
Ad-hoc limit	Not Applicable	Not Applicable	Not Applicable	1.95	ACUITE A4+ Issuer not co-operating*
Inventory Funding	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.5	ACUITE A4+ Issuer not co-operating*
Proposed Working Capital Demand Loan	Not Applicable	Not Applicable	Not Applicable	0.57	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in Parth Pandit Senior Analyst - Rating Operations Tel: 022-49294032 parth.pandit@acuite.in	Varsha Bist Senior Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in

About Acuité Ratings & Research:

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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