

## Press Release

Jyoti Automobiles Private Limited

October 25, 2022



### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	14.50	ACUITE BB-   Reaffirmed   Issuer not co-operating*	-
Bank Loan Ratings	15.50	-	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	30.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and short-term rating of '**ACUITE A4+**' (read as **ACUITE A Four plus**) to 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 based on the best available information.

### About the Company

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:

Acuite 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.

Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

### 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). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

### About the Rated Entity - Key Financials

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

### Rating Sensitivity

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

### Material Covenants

None

### Liquidity Position

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

### Outlook

Not Applicable

### Other Factors affecting Rating

None

### Status of non-cooperation with previous CRA

None

### Any other information

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

### Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

### Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
27 Jul 2021	Inventory Funding	Short Term	3.55	ACUITE A4+ ( Issuer not co-operating*)
	Ad-hoc limits (Fund Based)	Short Term	1.95	ACUITE A4+ ( Issuer not co-operating*)
	Term Loan	Long Term	8.43	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	5.50	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Cash Credit	Short Term	6.50	ACUITE A4+ ( Issuer not co-operating*)
	Channel Financing	Short Term	3.00	ACUITE A4+ ( Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ ( Issuer not co-operating*)
	Proposed Working Capital Demand Loan	Long Term	0.57	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Ad-hoc limits (Fund Based)	Short Term	1.95	ACUITE A4+ (Issuer not co-operating*)
	Channel Financing	Short Term	3.00	ACUITE A4+ (Issuer not co-operating*)

29 Apr 2020	Term Loan	Long Term	8.43	ACUITE BB (Issuer not co-operating*)
	Proposed Working Capital Demand Loan	Long Term	0.57	ACUITE BB (Issuer not co-operating*)
	Secured Overdraft	Long Term	5.50	ACUITE BB (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Short Term	6.50	ACUITE A4+ (Issuer not co-operating*)
	Inventory Funding	Short Term	3.55	ACUITE A4+ (Issuer not co-operating*)
08 Mar 2019	Ad-hoc limits (Fund Based)	Short Term	1.95	ACUITE A4+ (Issuer not co-operating*)
	Secured Overdraft	Long Term	5.50	ACUITE BB (Issuer not co-operating*)
	Cash Credit	Short Term	6.50	ACUITE A4+ (Issuer not co-operating*)
	Inventory Funding	Short Term	3.55	ACUITE A4+ (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.57	ACUITE BB (Issuer not co-operating*)
	Channel Financing	Short Term	3.00	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	8.43	ACUITE BB (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Issuer not co-operating*)
	Term Loan	Long Term	8.43	ACUITE BB (Issuer not co-operating*)
	Secured Overdraft	Long Term	5.50	ACUITE BB (Issuer not co-operating*)
		Short		
02 Jan 2018	Inventory Funding	Term	3.55	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Short Term	6.50	ACUITE A4+ (Issuer not co-operating*)
	Ad-hoc limits (Fund Based)	Short Term	1.95	ACUITE A4+ (Issuer not co-operating*)
	Channel Financing	Short Term	3.00	ACUITE A4+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.57	ACUITE BB (Issuer not co-operating*)
01 Nov 2016	Term Loan	Long Term	8.43	ACUITE BB   Stable (Reaffirmed)
	Secured Overdraft	Long Term	5.50	ACUITE BB   Stable (Reaffirmed)
	Inventory Funding	Short Term	3.55	ACUITE A4+ (Reaffirmed)
	Cash Credit	Short Term	6.50	ACUITE A4+ (Reaffirmed)
	Ad-hoc limits (Fund Based)	Short Term	1.95	ACUITE A4+ (Reaffirmed)
	Inventory Funding	Short Term	3.00	ACUITE A4+ (Reaffirmed)

	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Reaffirmed)
	Proposed Working Capital Demand Loan	Long Term	0.57	ACUITE BB   Stable (Assigned)
18 Aug 2015	Term Loan	Long Term	4.48	ACUITE BB   Stable (Assigned)
	Secured Overdraft	Long Term	4.50	ACUITE BB   Stable (Assigned)
	Inventory Funding	Short Term	3.55	ACUITE A4+ (Assigned)
	Cash Credit	Short Term	6.50	ACUITE A4+ (Assigned)
	Ad-hoc limits (Fund Based)	Short Term	1.95	ACUITE A4+ (Assigned)
	Inventory Funding	Short Term	3.00	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	0.50	ACUITE A4+ (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Ad-hoc Limits (Fund Based)	Not Applicable	Not Applicable	Not Applicable	1.95	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Kotak Mahindra Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4+   Reaffirmed   Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	6.50	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Indusind Bank Ltd	Not Applicable	Channel/Dealer/Vendor Financing	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4+   Reaffirmed   Issuer not co-operating*
HDFC Bank Ltd	Not Applicable	Inventory Funding	Not Applicable	Not Applicable	Not Applicable	3.55	ACUITE A4+   Reaffirmed   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Working Capital Demand Loan	Not Applicable	Not Applicable	Not Applicable	0.57	ACUITE BB-   Reaffirmed   Issuer not co-operating*
Kotak Mahindra Bank	Not Applicable	Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	5.50	ACUITE BB-   Reaffirmed   Issuer not co-operating*
Kotak Mahindra Bank	Not Applicable	Term Loan	Not available	Not available	Not available	8.43	ACUITE BB-   Reaffirmed   Issuer not co-operating*

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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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