

Press Release

GM Modular Private Limited

April 14, 2021



Rating Update

Total Bank Facilities Rated*	Rs. 160.00Cr.#
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**) from '**ACUITE BB+** (**read as ACUITE double B plus**) and reviewed the short-term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 160.00 crore bank facilities of GM Modular Private Limited (GMPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Vasai based G.M. Modular Private Limited (GMPL) was incorporated in 1999 by Mr. Jayanth Jain and Mr. Ramesh Jain in June, 1999. The day to day operations are managed by Mr. Jayanth Jain (Director) and Mr. Abhinav Jain (CFO). GMPL owns 4 factories and 2 warehouses in Vasai, (Dist. Palghar) and is engaged in manufacturing of electric products such as switches, sockets, cover plates, plug tops and travel adaptors. The company also trades in LED lights. GMPL has an established brand 'GM', apart from seven to eight sub-brands including G-Magic and Four-Five.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation 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 Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities -<https://www.acuite.in/view-rating-criteria-59.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
Jan 14, 2020	Cash Credit	Long Term	35.00*^	ACUITE BB+ Issuer not co-operating* (Downgraded from ACUITE BBB+)
	Dropline Overdraft	Long Term	25.00#	ACUITE BB+ Issuer not co-operating* (Downgraded from ACUITE BBB+)
	Cash Credit	Long Term	35.00@	ACUITE BB+ Issuer not co-operating* (Downgraded from ACUITE BBB+)
	Term Loan	Long Term	2.90	ACUITE BB+ Issuer not co-operating* (Downgraded from ACUITE BBB+)
	Proposed Bank facility	Long Term	49.10	ACUITE BB+ Issuer not co-operating* (Downgraded from ACUITE BBB+)
	Letter of Credit	Short Term	13.00	ACUITE A4+ Issuer not co-operating* (Downgraded from ACUITE A2)
July 15, 2019	Cash Credit	Long Term	35.00*^	ACUITE BBB+ Issuer not cooperating*
	Dropline Overdraft	Long Term	25.00#	ACUITE BBB+ Issuer not cooperating*
	Cash Credit	Long Term	35.00@	ACUITE BBB+ Issuer not cooperating*
	Term Loan	Long Term	2.90	ACUITE BBB+ Issuer not cooperating*
	Proposed Bank facility	Long Term	49.10	ACUITE BBB+ Issuer not cooperating*
	Letter of Credit	Short Term	13.00	ACUITE A2 Issuer not cooperating*
May 04, 2018	Cash Credit	Long Term	35.00*^ (enhanced from Rs.12.42 Cr.)	ACUITE BBB+/ Stable (Upgraded from ACUITE BBB/Stable)
	Overdraft	Long Term	25.00#	ACUITE BBB+/ Stable (Assigned)
	Cash Credit	Long Term	35.00@	ACUITE BBB+/ Stable (Assigned)
	Term Loan	Long Term	2.90	ACUITE BBB+/ Stable (Assigned)
	Proposed Bank facility	Long Term	49.10	ACUITE BBB+/ Stable (Assigned)
	Letter of Credit	Short Term	13.00	ACUITE A2 (Assigned)
	Cash Credit	Long Term	6.42	ACUITE BBB/ Stable (Withdrawn)
	Term Loan	Long Term	2.58	ACUITE BBB/ Stable (Withdrawn)

*^contains sublimit for

OD/CC of Rs.25.20 crore, working capital loan of Rs.25.20 crore

Letter of Credit of Rs.15.00 crore and Buyer's Credit of Rs.15.00 crore

#contains sublimit of WCDL, LC and BC of Rs.20.00 crore, Rs.10.00 crore and Rs.10.00 crore respectively

@Contains Sublimit of WCDL LC and BC of Rs.35.00 crore, Rs.10.00 crore and Rs.10.00 crore respectively

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	35.00*^	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Dropline Overdraft	Not Applicable	Not Applicable	Not Applicable	25.00#	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	35.00@	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	2.90	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Proposed Bank facility	Not Applicable	Not Applicable	Not Applicable	49.10	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	13.00	ACUITE A4+ Issuer not co-operating*

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

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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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