

## Press Release

**Jai Kar Techno Private Limited**

April 14, 2021



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 13.80 Cr.#
<b>Long Term Rating</b>	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
<b>Short Term Rating</b>	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. 13.80 crore bank facilities of Jai Kar Techno Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

JKTPL, was established in 1998 as a partnership firm and incorporated in April 2010 as a private limited company by Mr. Rajindra Chahal and his family members. Later in 2011 the company commenced its operations after taking over the business of two of its associate concerns ie JK Diesels and Prime Power Services. In FY2014-15, the company also merged its group entity Jas Kar Techno Private Limited.

The company is an authorized dealer of Cummins India Limited (CIL) and provides sales & service support for Cummins products. Currently the company has presence in Jharkhand (25 districts), Bihar - (37 districts), Odisha (23 districts), Madhya Pradesh (2 districts), Uttar Pradesh (2 districts), Haryana (3 districts) and Punjab (6 districts). Currently the day to day affairs of the company are looked after by Mr. Kuldeep S. Chahal, Mr.Rajindra S. Chahal, Mr. Amrinder S. Chahal and Mr. Jaspinder S. Chahal.

#### **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>
- Trade 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
14 Jan 2020	Cash Credit	Long Term	4.00	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*
	Working Capital Demand Loan	Long Term	0.28	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*
	Stand By Line of Credit	Short Term	0.45	ACUITE A4+ Issuer not co-operating* (Downgraded from ACUITE A3)
	Inventory Funding	Short Term	5.00	ACUITE A4+ Issuer not co-operating* (Downgraded from ACUITE A3)
	Inventory Funding	Short Term	1.00	ACUITE A4+ Issuer not co-operating* (Downgraded from ACUITE A3)
	Bank Guarantee	Short Term	2.95	ACUITE A4+ Issuer not co-operating* (Downgraded from ACUITE A3)
	Proposed Working Capital Demand Loan	Long Term	0.12	ACUITE BB+ (Downgraded from ACUITE BBB-) Issuer not co-operating*
14 June 2019	Cash Credit	Long Term	4.00	ACUITE BBB- Issuer not co-operating*
	Working Capital Demand Loan	Long Term	0.28	ACUITE BBB- Issuer not co-operating*
	Stand By Line of Credit	Short Term	0.45	ACUITE A3 Issuer not co-operating*
	Inventory Funding	Short Term	5.00	ACUITE A3 Issuer not co-operating*
	Inventory Funding	Short Term	1.00	ACUITE A3 Issuer not co-operating*
	Bank Guarantee	Short Term	2.95	ACUITE A3 Issuer not co-operating*
	Proposed Working Capital Demand Loan	Long Term	0.12	ACUITE BBB- Issuer not co-operating*
03 April 2018	Cash Credit	Long Term	4.00	ACUITE BBB-/ Stable (Reaffirmed)
	Working Capital Demand Loan	Long Term	0.28	ACUITE BBB-/ Stable (Reaffirmed)
	Stand By Line of Credit	Short Term	0.45	ACUITE A3 (Reaffirmed)
	Inventory Funding	Short Term	5.00	ACUITE A3 (Reaffirmed)
	Inventory Funding	Short Term	1.00	ACUITE A3 (Reaffirmed)
	Bank Guarantee	Short Term	2.95	ACUITE A3 (Reaffirmed)
	Proposed Working Capital Demand Loan	Long Term	0.12	ACUITE BBB-/ Stable (Reaffirmed)

### #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	4.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Working Capital Demand Loan	Not Available	Not Applicable	Not Available	0.28	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating*
Stand By Line of Credit	Not Available	Not Applicable	Not Available	0.45	ACUITE A4+ Issuer not co-operating*
Inventory Funding	Not Available	Not Applicable	Not Available	5.00	ACUITE A4+ Issuer not co-operating*
Inventory Funding	Not Available	Not Applicable	Not Available	1.00	ACUITE A4+ Issuer not co-operating*
Bank Guarantee	Not Available	Not Applicable	Not Available	2.95	ACUITE A4+ Issuer not co-operating*
Proposed Working Capital Demand Loan	Not Applicable	Not Applicable	Not Applicable	0.12	ACUITE BB (Downgraded from ACUITE BB+) 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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