

Press Release

JMJ Education Society (JMJES)

18 July, 2017



Rating Update

Total Bank Facilities Rated*	Rs.130.00 Cr
Long Term Rating (Indicative)	SMERA BB+ Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A4+ Issuer not co-operating*

#Refer Annexure for details

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

SMERA has reviewed the long term rating of '**SMERA BB+** (read as SMERA double B plus) and short term rating of '**SMERA A4+**' (read as SMERA A four plus) on the Rs.130.00 crore bank facilities of JMJ Education Society. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower: SMERA 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 due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Manufacturing Entities: <https://www.smera.in/criteria-manufacturing.htm>
- Default Recognition: <https://www.smera.in/criteria-default.htm>
- Financial Ratios and Adjustments: <https://www.smera.in/criteria-fin-ratios.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). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Society: JMJES was established in 1991 by Shri B.M.Reddy, the President and Shri B. Premnath Reddy, a Civil Engineer. The Society runs various educational institutions under the name of 'Acharya Institute' in engineering, management, pharmacy, general studies among others. The society reported surplus of Rs.7.07 crore on operating income of Rs.107.75 crore for FY2014-15, as compared with surplus of Rs.4.88 crore on operating income of Rs.97.24 crore in FY2013-14.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
30-Mar-16	Proposed Term Loan	Long Term	60.00	SMERA BB+ / Stable
	Proposed Term Loan	Long Term	40.00	SMERA BB+ / Stable
	Cash Credit	Long Term	21.00	SMERA BB+ / Stable
	Proposed Cash Credit	Long Term	5.00	SMERA BB+ / Stable
	Bank Guarantee	Short Term	4.00	SMERA A4+

Annexure - Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Proposed Term Loan	NA	NA	NA	60.00	SMERA BB+ Issuer not co-operating*
Proposed Term Loan	NA	NA	NA	40.00	SMERA BB+ Issuer not co-operating*
Cash Credit	NA	NA	NA	21.00	SMERA BB+ Issuer not co-operating*
Proposed Cash Credit	NA	NA	NA	5.00	SMERA BB+ Issuer not co-operating*
Bank Guarantee	NA	NA	NA	4.00	SMERA A4+ Issuer not co-operating*

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

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ABOUT SMERA

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