

Press Release

JbJ Technologies Limited

March 27, 2023



Rating Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|------------------------------------|------------------|---|---|
| Bank Loan Ratings | 17.00 | ACUITE B+ Reaffirmed Issuer not co-operating* | - |
| Bank Loan Ratings | 3.00 | - | ACUITE A4 Reaffirmed Issuer not co-operating* |
| Total Outstanding Quantum (Rs. Cr) | 20.00 | - | - |

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 20.00 crore bank facilities of JbJ Technologies Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

About the Company

Delhi-based, JbJ Technologies Limited (JbJT) was established in 1996, by Mr. Sanjay Prakash and Ms. Anjali Gujral. The company is engaged in the designing and manufacturing of high precision moulds and manufacturing of plastic moulds through injection moulding (manufactures outer plastic body of the products). Further JbJT caters to reputed clients in automotive and non-automotive industries like Autoliv, Rickitt Benckiser, and Amway, to name a few.

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 is, therefore, being 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.

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

Not Applicable

Key Financials

| Particulars | Unit | FY 22 (Actual) | FY 21 (Actual) |
|-------------------------------|---------|----------------|----------------|
| Operating Income | Rs. Cr. | 80.16 | 85.29 |
| PAT | Rs. Cr. | (4.20) | 0.05 |
| PAT Margin | (%) | (5.23) | 0.06 |
| Total Debt/Tangible Net Worth | Times | 4.28 | 2.81 |
| PBDIT/Interest | Times | 0.16 | 2.22 |

Status of non-cooperation with previous CRA

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.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.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

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------------|------------|-----------------|---------------------------------------|
| 03 Jan 2022 | Letter of Credit | Short Term | 1.00 | ACUITE A4 (Issuer not co-operating*) |
| | Bills Discounting | Short Term | 2.00 | ACUITE A4 (Issuer not co-operating*) |
| | Proposed Working Capital Demand Loan | Long Term | 9.92 | ACUITE B+ (Issuer not co-operating*) |
| | Dropline Overdraft | Long Term | 6.25 | ACUITE B+ (Issuer not co-operating*) |

| | | | | |
|-------------|--------------------------------------|------------|------|--------------------------------------|
| | Term Loan | Long Term | 0.83 | ACUITE B+ (Issuer not co-operating*) |
| 08 Oct 2020 | Letter of Credit | Short Term | 1.00 | ACUITE A4 (Issuer not co-operating*) |
| | Bills Discounting | Short Term | 2.00 | ACUITE A4 (Issuer not co-operating*) |
| | Dropline Overdraft | Long Term | 6.25 | ACUITE B+ (Issuer not co-operating*) |
| | Proposed Working Capital Demand Loan | Long Term | 9.92 | ACUITE B+ (Issuer not co-operating*) |
| | Term Loan | Long Term | 0.83 | ACUITE B+ (Issuer not co-operating*) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Complexity Level | Quantum (Rs. Cr.) | Rating |
|-------------------------|----------------|----------------------------------|------------------|----------------|----------------|------------------|-------------------|--|
| Standard Chartered Bank | Not Applicable | Bills Discounting | Not Applicable | Not Applicable | Not Applicable | Simple | 2.00 | ACUITE A4 Reaffirmed Issuer not co-operating* |
| Standard Chartered Bank | Not Applicable | Dropline Overdraft | Not Applicable | Not Applicable | Not Applicable | Simple | 6.25 | ACUITE B+ Reaffirmed Issuer not co-operating* |
| Standard Chartered Bank | Not Applicable | Letter of Credit | Not Applicable | Not Applicable | Not Applicable | Simple | 1.00 | ACUITE A4 Reaffirmed Issuer not co-operating* |
| Not Applicable | Not Applicable | Proposed Long Term Bank Facility | Not Applicable | Not Applicable | Not Applicable | Simple | 9.92 | ACUITE B+ Reaffirmed Issuer not co-operating* |
| Standard Chartered Bank | Not Applicable | Term Loan | Not available | Not available | Not available | Simple | 0.83 | ACUITE B+ Reaffirmed Issuer not co-operating* |

Contacts

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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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