

Press Release

Jay Instruments and Systems Private Limited

May 11, 2021



Rating Withdrawn

| | |
|------------------------------------|---|
| Total Bank Facilities Rated | Rs. 6.00 Cr.# |
| Long Term Rating | ACUITE BB (Withdrawn; Issuer not co-operating*) |
| Short Term Rating | ACUITE A4+ (Withdrawn; Issuer not co-operating*) |

Refer Annexure for details

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

Rating Rationale

Acuité has withdrawn the long-term rating of '**ACUITE BB**' (**read as ACUITE double B**) and short-term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs.6.00 crore bank facilities of Jay Instruments And Systems Private Limited. The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating. The rating continues to be flagged as "Issuer Not-Cooperating".

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Jay Instruments and Systems Private Limited (JIPL) is a group company of Jasysnth Dyestuff Limited (Listed). Directors of Jay Instruments And Systems Private Limited are Parag Sharadchandra Kothari, Jigna Parag Kothari, Deven Parag Kothari, The company started in 1987 at Mumbai as Jay electronics in electronic business and later entered into manufacturing of computers by the name of Jay computers. With increased competition from grey market they had to venture into automation business such as color matching and weighing products and eventually set up JISL. Currently, JISL is a manufacturer and provider of weighing solutions. It is engaged in trading, manufacturing and agency business. It represents several international companies exclusively for their range of products in India such as CAB, CASSEL, ANRITSU, KONIKA MINOLTA, among others.

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 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.

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 endeavoured 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 Position

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

Rating Sensitivities

No information provided by the issuer/ available for Acuité 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)

Not Applicable

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 (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr.) | Ratings/Outlook |
|-------------|---------------------------------|------------|------------------|---|
| 17-Feb-2021 | Secured Overdraft | Long Term | 1.50 | ACUITE BB (Downgraded & Indicative) |
| | Term Loan | Long Term | 2.50 | ACUITE BB (Downgraded & Indicative) |
| | Letter of Credit | Short Term | 0.50 | ACUITE A4+ (Indicative) |
| | Bank Guarantee | Short Term | 1.00 | ACUITE A4+ (Indicative) |
| | Bills Discounting | Short Term | 0.50 | ACUITE A4+ (Indicative) |
| 11-Dec-2019 | Secured Overdraft | Long Term | 1.50 | ACUITE BB+ (Downgraded & Indicative) |
| | Term Loan | Long Term | 2.50 | ACUITE BB+ (Downgraded & Indicative) |
| | Letter of Credit | Short Term | 0.50 | ACUITE A4+ (Downgraded & Indicative) |
| | Bank Guarantee | Short Term | 1.00 | ACUITE A4+ (Downgraded & Indicative) |
| | Bills Discounting | Short Term | 0.50 | ACUITE A4+ (Downgraded & Indicative) |
| 05-Oct-2018 | Secured Overdraft | Long Term | 1.50 | ACUITE BBB/Stable (Assigned) |
| | Term Loan | Long Term | 2.50 | ACUITE BBB/Stable (Assigned) |
| | Letter of Credit | Short Term | 0.50 | ACUITE A3+ (Assigned) |
| | Bank Guarantee | Short Term | 1.00 | ACUITE A3+ (Assigned) |
| | Bills Discounting | Short Term | 0.50 | ACUITE A3+ (Assigned) |

***Annexure – Details of instruments rated**

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Cr.) | Ratings/Outlook |
|------------------------|------------------|----------------|----------------|-----------------------------|--|
| Secured Overdraft | Not Applicable | Not Applicable | Not Applicable | 1.50 | ACUITE BB (Withdrawn; Issuer not co-operating*) |
| Term Loan | Not Available | Not Applicable | Not Available | 2.50 | ACUITE BB (Withdrawn; Issuer not co-operating*) |
| Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 0.50 | ACUITE A4+ (Withdrawn; Issuer not co-operating*) |
| Bank Guarantee | Not Applicable | Not Applicable | Not Applicable | 1.00 | ACUITE A4+ (Withdrawn; Issuer not co-operating*) |
| Bills Discounting | Not Applicable | Not Applicable | Not Applicable | 0.50 | ACUITE A4+ (Withdrawn; Issuer not co-operating*) |

Contacts

| Analytical | Rating Desk |
|---|---|
| Aditya Gupta Vice President- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in Aishwarya Phalke Senior Analyst - Rating Operations Tel: 022-49294031 aishwarya.phalke@acuite.in | Varsha Bist Senior Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in |

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.