

Press Release

Jai Bharat Rice Mills

July 22, 2020

Rating Update



Total Bank Facilities Rated*	Rs.25.00 Cr.#
Long Term Rating	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Short Term Rating	ACUITE A4 (Downgraded from 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 B+**' (read as **ACUITE B Plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and short term rating of '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four Plus**) on the Rs. 25.00 crore bank facilities of Jai Bharat Rice Mills (JBRM). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Jai Bharat Rice Mills (JBRM), was established in 2001 as a proprietorship firm by Mr. Ganesh Dass Garg and converted to a partnership firm on April 01, 2005 with Mr. Assem Garg as the Partner. The firm is engaged in the milling and processing of basmati rice and has an installed capacity of 6 metric tons of rice per hour. The firm procures raw material, i.e. paddy from the local market and sells rice to exporters in Haryana.

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 is, therefore, being 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 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.

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
25-April-19	Cash Credit	Long Term	19.75	ACUITE BB- Issuer not co-operating*
	Term loan	Long Term	0.25	ACUITE BB- Issuer not co-operating*
	Warehouse Receipt	Short Term	5.00	ACUITE A4+ Issuer not co-operating
05-Feb-18	Cash Credit	Long Term	18.50	ACUITE BB- / Stable (Reaffirmed)
	Cash Credit	Long Term	1.25	ACUITE BB- / Stable (Assigned)
	Term loan	Long Term	0.25	ACUITE BB- / Stable (Reaffirmed)
	Warehouse Receipt	Short Term	5.00	ACUITE A4+ (Assigned)
18- May-17	Cash Credit	Long Term	18.50	ACUITE BB- / Stable (Assigned)
	Term loan	Long Term	0.25	ACUITE BB- / Stable (Assigned)

*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	19.75	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Term loan	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Warehouse Receipt	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

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

Contacts

Analytical	Rating Desk
Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-49294041 aditya.gupta@acuite.in Kumar Abhishek Analyst - Rating Operations Tel: 011-49731303 Kumar.abhishek@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.

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