

Press Release

Micro Jewels And Diamonds Private Limited (MJADPL)

November 19, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 22.55 Cr. #
Long Term Rating	ACUITE A4 Issuer not co-operating*

* Refer Annexure for details

Rating Rationale

Acuité has reviewed short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.22.55 Crore bank facilities of Micro Jewels And Diamonds Private Limited (MJADPL). This rating is now an indicative rating and is based on best available information.

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.

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/criteria-default.htm>

Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>

Financial Ratios And Adjustments - <https://www.acuite.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). 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.

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

About the Rated Entity

Established in 2009, Micro Jewels And Diamond Private Limited (MJADPL) is a Bangalore based company engaged in the manufacturing of 22 carat gold jewellery, medals and coins. Currently, the company is managed by Mr D.P Naresh.

About the Rated Entity - Key Financials

	Unit	FY17 (Prov.)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	132.74	191.64	162.62
EBITDA	Rs. Cr.	0.39	(0.87)	(0.24)
PAT	Rs. Cr.	0.40	0.21	0.24
EBITDA Margin	(%)	0.29	(0.45)	(0.15)
PAT Margin	(%)	0.30	0.11	0.15
ROCE	(%)	14.00	10.67	28.25
Total Debt/Tangible Net Worth	Times	7.27	13.77	5.42
PBDIT/Interest	Times	1.19	1.24	1.37
Total Debt/PBDIT	Times	5.13	12.24	5.93
Gross Current Assets (Days)	Days	45	50	38

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
01-Sep-2017	Bank Guarantee	Short Term	22.25	ACUITE A4 (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
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	22.25	ACUITE A4 Issuer not co-operating*

Contacts

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About Acuite Ratings & Research:

Acuite Ratings & Research Limited (*erstwhile SMERA Ratings 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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