

Press Release

Union Chains And Jewellers Private Limited

May 04, 2020



Rating Update

Total Bank Facilities Rated*	Rs.30.00 Cr.#
Long Term Rating	ACUITE BB- Issuer not co-operating*

*Refer Annexure for details

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

Acuité has reviewed long term rating of '**ACUITE BB-**' (**read as 'ACUITE double B minus'**) to the Rs. 30.00 crore bank facilities of EBC Union Chains And Jewellers Private Limited. This rating is now an indicative rating and is based on best available information.

Established in 1991, Union Chains and Jewellers Private Limited (UCJPL) is primarily engaged in the manufacture of jewellery. The company's current promoters are Mr. Mahendra Mishrimal Sanghvi, Mr. Rakesh G. Sanghvi, and others. The company follows a B2B model catering to domestic markets though it has also penetrated into exports in the past few years. The company is also engaged in the manufacture of tailor made fabrics and accessories under the brands 'Audelade' and 'Divyavastra'; these account for 10 to 15 per cent of the company's revenue.

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/view-rating-criteria-52.htm>
- Trading Entities -<https://www.acuite.in/view-rating-criteria-61.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.

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
11 March-2019	Cash Credit	Long term	30.00	ACUITE BB- (Downgraded from ACUITE BBB-/Stable) Issuer not co-operating*
29-December-2017	Cash Credit	Long term	30.00	ACUITE BBB-/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	30.00	ACUITE BB- Issuer not co-operating*

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

Contacts

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About Acuité Ratings & Research:

Acuité 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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