

Press Release

JML Marketings Private Limited

November 01, 2021



Rating Update

Total Bank Facilities Rated*	Rs.92.00 Cr.#
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Short Term Rating	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 BB-**' (**read as ACUITE double B minus**) from '**ACUITE BB**' (**read as ACUITE double B**) and reviewed the short term rating of '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs. 92.00 crore bank facilities of JML Marketings Private Limited (JMLMPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

JML Marketings Private Limited (the erstwhile Jagannath Madan Lal) was established as a proprietorship firm in 1950 and converted to private limited in 2002 and promoted by Mr. Kimti Lal Arora (Director) and Mr. Anil Arora (Managing Director). The company is engaged in the manufacturing, packaging and trading of edible oil - mustard, refined, vanaspati and edible vegetable oil at Allahabad. It sells its products under the Fit N Lite, Sarson Lite and Lite Drop brand names. The installed capacity stands at 7560000 kgs. The company generates around 70 per cent revenue from manufacturing and 30 per cent from trading. Besides, JML also has sole distributorship of the Fortune Brand of edible oils (Adani Wilmar Limited) for Allahabad, Varanasi, Ghaziabad, Jabalpur and Amritsar.

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.

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.

This rating continues to be 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 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.

Liquidity Indicators

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

Rating Sensitivity

"No information provided by the issuer / available for Acuite 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)

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
30th Jul 20	Cash Credit	Long Term	80.65	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating *
	Term Loan	Long Term	8.00	ACUITE BB (Downgraded from ACUITE BB+) Issuer not co-operating *
	Bank Guarantee	Short Term	3.35	ACUITE A4+ Issuer not co-operating*
10th May 19	Cash Credit	Long Term	80.65	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating *
	Term Loan	Long Term	8.00	ACUITE BB+ (Downgraded from ACUITE BBB) Issuer not co-operating *
	Bank Guarantee	Short Term	3.35	ACUITE A4+ (Downgraded from ACUITE A3+) Issuer not co-operating *
22nd Feb 18	Cash Credit	Long Term	80.65	ACUITE BBB / Stable (Assigned)
	Term Loan	Long Term	8.00	ACUITE BBB / Stable (Assigned)
	Bank Guarantee	Short Term	3.35	ACUITE A3+ (Assigned)

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

#Annexure – Details of instruments rated

Lender Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Punjab National Bank	Cash Credit	Not Applicable	Not Applicable	Not Applicable	80.65	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Small Industries Development Bank of India	Term Loan	Not Available	Not Available	Not Available	8.00	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Punjab National Bank	Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	3.35	ACUITE A4+ Issuer not co-operating*

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

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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 8,850 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 Kanjurmarg, Mumbai.

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