

Press Release

Jayanthi Agro Industries

August 03, 2020

Rating Update



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| Total Bank Facilities Rated* | Rs.25.00 Cr.# |
| Long Term Rating | ACUITE BB- Issuer not co-operating* (Downgraded from BB) |

#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)** on the Rs 25.00 crore bank facilities of Jayanthi Agro Industries (JAI). This rating is now an indicative and is downgraded due to information risk.

JAI, was established by Mr. Shyam Stalin and Mrs. Naganandhini in June, 2011. The firm is engaged in the processing of paddy (non-basmati rice - Sona Masuri & Idli variety) and has a capacity of around 150 tons. The manufacturing facility is located at Tindivanam, Tamil Nadu. The firm procures paddy from local farmers and traders and sells rice under the 'YES' brand to domestic wholesalers.

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 attempts.

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 (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr) | Ratings/Outlook |
|-------------|---------------------------------|-----------|-----------------|---------------------------------------|
| 14-May-2019 | Proposed Cash Credit | Long Term | 25.00 | ACUITE BB Issuer not co-operating* |
| 27-Feb-2018 | Proposed Cash Credit | Long Term | 25.00 | ACUITE BB/Stable (Assigned) |

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

*Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings/Outlook |
|------------------------|------------------|----------------|----------------|-------------------------------|--|
| Proposed Cash Credit | Not Applicable | Not Applicable | Not Applicable | 25.00 | ACUITE BB- Issuer not co-operating* (Downgraded from BB) |

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

Contacts

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|---|--|
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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 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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