

Press Release

Laxmi Dia Jewel Private Limited

November 18, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 120.00 Cr. #
Long Term Rating	ACUITE BB- Downgraded; Issuer not co-operating*

Refer Annexure for details

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

Acuite has downgraded the long term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB+**' (read as **ACUITE double B plus**) on the Rs.120.00 crore bank facilities of Laxmi Dia Jewel Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Laxmi Dia Jewel Private Limited (LDJPL), incorporated in 1992, is promoted by Mr. Vasantbhai Gajera. LDJPL is engaged in manufacturing of diamond studded and gold jewellery for both segment retail as well as wholesale. The company sells its jewellery under the brand name 'Cygnus Bran'. LDJPL is a part of Laxmi Group.

Non-cooperation by the issuer/borrower

Acuite 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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Entities In Manufacturing Sector - <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). Acuite endeavoured to gather information about the entity/industry from the public domain. Therefore, Acuite 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)

Not Applicable

Any other information

Not Applicable

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
04-Oct-2019	Cash Credit	Long Term	30.00	ACUITE BB+ /Stable (Downgraded from ACUITE BBB- / Stable)
	Cash Credit	Long Term	33.25	ACUITE BB+ /Stable (Downgraded from ACUITE BBB- / Stable)
	Cash Credit	Long Term	10.00	ACUITE BB+ /Stable (Downgraded from ACUITE BBB- / Stable)
	Cash Credit	Long Term	8.00	ACUITE BB+ /Stable (Downgraded from ACUITE BBB- / Stable)
	Cash Credit	Long Term	3.00	ACUITE BB+ (Withdrawn)
	Metal Loan	Long Term	12.00	ACUITE BB+ /Stable (Downgraded from ACUITE BBB- / Stable)
	Proposed Long term Bank Facility	Long Term	26.75	ACUITE BB+ /Stable (Downgraded from ACUITE BBB- / Stable)
09-Aug-2018	Cash Credit	Long Term	30.00	ACUITE BBB- / Stable (Assigned)
	Cash Credit	Long Term	33.25	ACUITE BBB- / Stable (Assigned)
	Cash Credit	Long Term	12.00	ACUITE BBB- / Stable (Assigned)
	Cash Credit	Long Term	8.00	ACUITE BBB- / Stable (Assigned)
	Cash Credit	Long Term	3.00	ACUITE BBB- / Stable (Assigned)
	Proposed Long term Bank Facility	Long Term	33.75	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. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	30.00	ACUITE BB- (Downgraded from ACUITE BB+ / Stable; Issuer not co-operating*)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	33.25	ACUITE BB- (Downgraded from ACUITE BB+ / Stable; Issuer not co-operating*)
Gold Metal Loan	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB- (Downgraded from ACUITE BB+ / Stable; Issuer not co-operating*)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB- (Downgraded from ACUITE BB+ / Stable; Issuer not co-operating*)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE BB- (Downgraded from ACUITE BB+ / Stable; Issuer not co-operating*)

Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	26.75	ACUITE BB- (Downgraded from ACUITE BB+ / Stable; Issuer not co-operating*)
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*The issuer did not co-operate; Based on best available information.

Contacts

Analytical	Rating Desk
<p>Aditya Gupta Vice President Tel: 022-49294041 aditya.gupta@acuite.in</p> <p>Kashish Shah Assistant Manager – Rating Operations Tel: 022 49294042 kashish.shah@acuite.in</p>	<p>Varsha Bist Senior Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in</p>

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 8,422 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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