

Press Release

JMD Energy

November 18, 2019

Rating Withdrawn



Total Bank Facilities Rated*	Rs. 9.90 Cr.
Long Term Rating	ACUITE BBB- (Issuer not cooperating; Withdrawn)

* Refer Annexure for details

Rating Rationale

Acuité has withdrawn long-term rating of '**ACUITE BBB-**' (read as **ACUITE triple B minus**) on the Rs. 9.90 crore bank facilities of JMD Energy (JMDE). This rating is now withdrawn, indicative and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

JMD Energy (JMDE) based at Ratdi village in Kutch (Gujarat) was established in 2015. The partnership firm is engaged in wind power generation and supply to Gujarat Energy Transmission Corporation Limited (GETCO). JMDE belongs to the Jaybharat group of companies based in Surat (Gujarat). The operations are currently managed by the partner's, Mr. Sajjankumar Kejriwal and Mr. Abhishek Kejriwal. The firm commenced commercial operations from September 2015 and operates a wind mill of 2.10 megawatts.

Analytical Approach

Acuité has considered the standalone business and financial risk profile of JMDE to arrive at the rating.

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.

About the Rated Entity - Key Financials

	Unit	FY19 (Actual)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	2.79	2.59	3.13
EBITDA	Rs. Cr.	2.43	2.33	2.89
PAT	Rs. Cr.	0.58	0.40	0.87
EBITDA Margin	(%)	87.05	90.04	92.14
PAT Margin	(%)	20.83	15.48	27.93
ROCE	(%)	13.60	11.45	15.28
Total Debt/Tangible Net Worth	Times	2.01	2.52	2.59
PBDIT/Interest	Times	2.83	2.49	2.79
Total Debt/PBDIT	Times	2.80	3.37	3.11
Gross Current Assets (Days)	Days	165	155	181

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

Any other information

None

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>

Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
28- Aug -2018	Term Loan	Long Term	9.90	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/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	9.90	ACUITE BBB- (Issuer not cooperating; Withdrawn)

Contacts

Analytical	Rating Desk
Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 aditya.gupta@acuite.in Rupesh Patel Analyst - Rating Operations Tel: 022-49294044 rupesh.patel@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Acuité ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. Acuité ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.