

Press Release

Jay Vijay Metals Private Limited

January 19, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	16.80	ACUITE D Downgraded Issuer not co-operating*	-
Bank Loan Ratings	3.00	-	ACUITE D Downgraded Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	19.80	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuité has downgraded its long term and short term rating to '**ACUITE D**' (read as ACUITE D) from '**ACUITE B+**' (read as ACUITE B plus) and '**ACUITE A4**' (read as ACUITE A four) on the Rs.19.80 crore bank facilities of Jay Vijay Metals Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating".

The rating downgraded takes into account the delays observed in servicing of interest & principal repayment on its term loan facility and continuous overdraws in the CC account of the bank.

About the Company

Aurangabad based, Jay Vijay Metals Private Limited was incorporated in 2014 by Mr. Shrenik Kataria and Mrs. Seema Balasaheb Bhalgat. The commercial production started from January 2016 with an installed capacity of 5000 MT/annum. The company is engaged in manufacturing of aluminium casting products which is used as an intermediary product by industries in automobile, engineering, furniture etc.

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 continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

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 has 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 requests.

Rating Sensitivity

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

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

Not Applicable

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
22 Jan 2021	Letter of Credit	Short Term	3.00	ACUITE A4 (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	10.30	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	6.50	ACUITE B+ (Downgraded and Issuer not co-operating*)
07 Nov 2019	Term Loan	Long Term	6.50	ACUITE BB- (Issuer not co-operating*)
	Cash Credit	Long Term	10.30	ACUITE BB- (Issuer not co-operating*)
	Letter of Credit	Short Term	3.00	ACUITE A4+ (Issuer not co-operating*)
30 Aug 2018	Cash Credit	Long Term	10.30	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	6.50	ACUITE BB- Stable (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Central Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.30	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)
Central Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE D Downgraded Issuer not co-operating* (from ACUITE A4)
Central Bank of India	Not Applicable	Term Loan	Not available	Not available	Not available	6.50	ACUITE D Downgraded Issuer not co-operating* (from ACUITE B+)

Contacts

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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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