

## Press Release

### Jumbo Finvest India Limited

April 05, 2021  
**Rating Update**



<b>Total Bank Facilities Rated*</b>	Rs. 110.00 Cr.#
<b>Long Term Rating</b>	ACUITE D (Downgraded from ACUITE C) Issuer not co-operating*

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

# Refer Annexure for details

### Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE D**' (**read as ACUITE D**) from '**ACUITE C**' (**read as ACUITE double C**) on the Rs. 110.00 Cr. bank facilities of Jumbo Finvest India Limited (JFIL). This rating continues to be an indicative rating and is based on the best available information. The downward revision in rating is primarily on account of information received in the public domain. Acuité has relied on publicly available information with regards to the account conduct.

Jaipur based JFIL, was originally incorporated as Ajay Tractors Private Limited (ATPL) in 1998 to carryout tractor dealership business. In 2003, the tractor dealership business was discontinued and ATPL was renamed to Jumbo Finvest India Limited. This was followed by JFIL being registered as a Non Deposit taking – Non Banking Finance Company with RBI. JFIL is a closely held company, promoted by Mr. Ajay Kumar Singh, a first generation entrepreneur.

JFIL is engaged in mortgage backed financing and Asset backed financing. The products offered by the company includes Loan against Property, Housing Loans, Commercial vehicle loans, Two wheeler loans, Gold loan along with micro loans and personal loans.

The company primarily operates in five states, namely Rajasthan, Madhya Pradesh, Uttar Pradesh, Delhi and Maharashtra. The company operated through a network of 195 branches as on March 31, 2019.

#### Non-cooperation by the issuer/borrower:

Acuité has been requesting for data, information and undertakings from the rated entity to get an update on the liquidity profile of the company. However, the borrower failed to provide such information in a timely manner, despite repeated reminders.

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

#### Liquidity Indicators:

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

#### Rating Sensitivity:

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

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Non-Banking Financial Entities - <https://www.acuite.in/view-rating-criteria-44.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 requests.

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

CARE vide its press release dated February 16, 2021 has stated, “ failed to provide information for monitoring of the ratings including no default statement for the month of October 2019, JFIL continues to be non-cooperative despite repeated requests”.

### **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
January 08, 2020	Proposed Bank Facility	Long Term	110.00	ACUITE C (Downgraded from ACUITE BB, Issuer not co-operating*)
November 14 , 2019	Proposed Bank Facility	Long Term	110.00	ACUITE BB (Downgraded from ACUITE A-/Stable) Issuer not co-operating*
April 27, 2019	Proposed Bank Facility	Long Term	110.00	ACUITE A-/Stable (Assigned)

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

### **#Annexure – Details of Instrument rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the issue (Rs.Cr)	Ratings/Outlook
Proposed bank facility	Not Applicable	Not Applicable	Not Applicable	110.00	ACUITE D (Downgraded from ACUITE C 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 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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