



## Press Release

NNM Securities Private Limited

June 14, 2024

### Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	19.40	ACUITE B-   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	2.60	-	ACUITE A4   Reaffirmed   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	22.00	-	-

### Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE B-**' (read as **ACUITE B minus**) from '**Acuite BB-**' (read as **Acuite double B minus**) on the Rs.19.40 Cr. bank facilities of NNM Securities Private Limited (NSPL).

Acuite has reaffirmed the short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) on the Rs. 2.60 Cr. bank facilities of NNM Securities Private Limited (NSPL).

The rating continues to be flagged as 'Issuer not cooperating' and is based on the best available information. The rating has been downgraded on account of information risk and regulatory charges levied by SEBI with regards to indulging in creation of artificial market and price manipulation of Bhatia communications & retail (india) Ltd and other charges which includes misusing of client funds and securities, inaccurate reporting, non-compliance with account norms and failed to maintain stock mismatch alerts.

### About the Company

Mumbai based NNM Securities Private Limited (NSPL) is a financial and stock broking company incorporated in 1997. NSPL is a member of the Bombay Stock Exchange (BSE), and National Stock Exchange (NSE) for equity, F&O, and currency derivatives segments. The company is also registered as a depository participant with Central Depository Services Limited (CDSL). NSPL is promoted by Mr. Nikunj Mittal and Mr. Apurva Mittal.

### Unsupported Rating

Not Applicable

### 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 noncooperation 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

**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 endeavored 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.

### Rating Sensitivity

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

### Liquidity Position

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

### Outlook:Not Applicable

### Other Factors affecting Rating

None

### Key Financials :

Particulars	Unit	FY2022(Actual)	FY2021(Actual)
Operating Income	Rs. Cr.	30.41	5.48
PAT	Rs. Cr.	23.29	2.22
PAT Margin	(%)	76.60	40.42
Total debt/tangible worth	Times	0.31	0.88
PBDIT/Interest	Times	77.24	3.64

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

None

### Applicable Criteria

- Non-Banking Financing Entities: <https://www.acuite.in/view-rating-criteria-44.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>

### Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in).

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
26 Apr 2024	Bank Guarantee/Letter of Guarantee	Short Term	2.60	ACUITE A4 (Downgraded & Issuer not co-operating* from ACUITE A4+)
	Secured Overdraft	Long Term	3.00	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
	Proposed Long Term Bank Facility	Long Term	16.40	ACUITE BB- (Downgraded & Issuer not co-operating* from ACUITE BB   Stable)
31 Jan 2023	Bank Guarantee/Letter of Guarantee	Short Term	2.60	ACUITE A4+ (Reaffirmed)
	Secured Overdraft	Long Term	3.00	ACUITE BB   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	16.40	ACUITE BB   Stable (Reaffirmed)
02 Nov 2021	Proposed Long Term Bank Facility	Long Term	8.90	ACUITE BB (Reaffirmed & Issuer not co-operating*)
	Bank Guarantee/Letter of Guarantee	Short Term	3.00	ACUITE A4+ (Reaffirmed & Issuer not co-operating*)
	Secured Overdraft	Long Term	10.10	ACUITE BB (Reaffirmed & Issuer not co-operating*)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Bank of India	Not avl. / Not appl.	Bank Guarantee/Letter of Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	2.60	ACUITE A4   Reaffirmed   Issuer not co-operating*
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	16.40	ACUITE B-   Downgraded   Issuer not co-operating* (from ACUITE BB- )
Bank of India	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	3.00	ACUITE B-   Downgraded   Issuer not co-operating* (from ACUITE BB- )

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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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