

Press Release

J M P Industries

August 25, 2021

Rating Update



Total Bank Facilities Rated*	Rs. 54.48 Cr.
Long Term Rating	ACUITE BB+ (Downgraded; Issue not Cooperating)

* Refer Annexure for details

Rating Rationale

Acuite has downgraded the long term rating to '**ACUITE BB+**' (read as **ACUITE double B Plus**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) to the Rs. 54.48 crore bank facilities of JMP Industries (AE). The rating is flagged as "Issuer Not Cooperating" and is based on best available information.

About the company

Jalandhar based, JMP Industries was established in 1981 as a partnership firm. The partners of the firm are Mr. Balraj Kapoor, Mr. Balram Kapoor and Mr. Jatinder Kapoor. The firm is engaged in manufacturing and casting of auto parts and specialized casting. The firm caters to reputed customers mainly OEMs such as TATA motors, JCB India Ltd, Swaraj Suzuki, International Tractors Ltd., Punjab Tractors etc. The firm has three manufacturing units at Jalandhar, Punjab.

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.

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>
- Real Estate Entities- <https://www.acuite.in/view-rating-criteria-63.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.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 endeavored 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.

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

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

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)

None

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
26-May-20	Cash Credit	Long term	21.00	ACUITE BBB- / Negative (Assigned)
	Term loan	Long term	8.92	ACUITE BBB- / Negative (Assigned)
	Cash Credit	Long term	13.50	ACUITE BBB- / Negative (Assigned))
	Term loan	Long term	11.06	ACUITE BBB- / Negative (Assigned)

*Annexure – Details of instruments rated

Lender's Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Andhra Bank	Cash Credit	Not Available	Not Available	Not Available	21.00	ACUITE BB+ (Downgraded; Indicative)
Andhra Bank	Term loan	Not Applicable	Not Applicable	Not Applicable	8.92	ACUITE BB+ (Downgraded; Indicative)
Axis Bank	Cash Credit	Not Available	Not Available	Not Available	13.50	ACUITE BB+ (Downgraded; Indicative)
Axis Bank	Term loan	Not Applicable	Not Applicable	Not Applicable	11.06	ACUITE BB+ (Downgraded; Indicative)

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 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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