

Press Release

Jainam Share Consultants Private Limited

July 29, 2022



Rating Downgraded & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	130.00	-	ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	130.00	-	-

Rating Rationale

Acuite has downgraded the short term rating of '**ACUITE A2+** (read as **ACUITE A two plus**)' to '**ACUITE A4+** (read as **ACUITE A four plus**)' on the Rs. 130.00 Cr. bank facilities of Jainam Share Consultants Private Limited (JSCPL). This rating is now an indicative rating and is based on best available information. The rating has been downgraded on account of information risk. The rating is withdrawn on account of the request received from the company and is as per Acuite's policy on withdrawal of ratings.

About the Company

Surat based Jainam Share Consultants Private Limited (JSPL) was incorporated in 2003. The company was founded by Mr. Milan Parikh, Mr. Chirag Shah, Mr. Bharat Parikh, Dr. Jitendra Shah and Mr. Nipun Shah. Currently, Mr. Milan Parikh is heading the operations of the company and handling day-to-day activities with support of his family members. JSPL has two subsidiary companies, namely Jainam Fincap Private Limited (previously known as Jainam Wealth Management Private Limited) and Jainam IFSC Mavens Private Limited. Jainam Fincap is engaged in wealth management services and Jainam IFSC has been set up to function under International Financial Services Center.

About the Group

Jainam Group was founded in 2003 with the incorporation of Jainam Share Consultants Private Limited. Jainam Group comprises of three companies JSPL and its two subsidiaries. The Group offers a wide array of services under securities business ranging from broking activities under various segments to delta trading desk, research, portfolio management services, depository services, auto investment planner, NRI services, amongst others.

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. Acuite believes that information risk is a critical component in such ratings, and non cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is flagged as "Issuer notcooperating", 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 Sensitivities

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

Other Factors affecting Rating

None

Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

None

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

- Banks And Financial Institutions: <https://www.acuite.in/view-rating-criteria-45.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Non-Banking Financing Entities: <https://www.acuite.in/view-rating-criteria-44.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
05 May 2021	Proposed Bank Guarantee	Short Term	130.00	ACUITE A2+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	130.00	ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating*

Contacts

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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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