

Jumbo Finvest (India) Limited

June 11, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long-term bank facilities	525.03	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1.

*Issuer did not cooperate; based on best available information.

Rationale and key rating drivers

CARE Ratings Limited (CARE Ratings) had, vide its press release dated November 08, 2019, placed the rating of Jumbo Finvest (India) Limited (JFIL) under the 'issuer non-cooperating' category as JFIL had failed to provide information for monitoring of the rating exercise as agreed in its rating agreement including no default statement since October 2019. JFIL continues to be non-cooperative despite repeated requests for submission of information through e-mails dated May 14, 2024, May 04, 2024, and April 24, 2024. In line with the extant Securities and Exchange Board of India (SEBI) guidelines, CARE Ratings has reviewed the rating based on the best available information which, however, in CARE Rating's opinion is not sufficient to arrive at a fair rating.

The rating reaffirmation of the facilities/instruments of JFIL at CARE D; ISSUER NOT COOPERATING* factors in ongoing delays in servicing of the company's scheduled debt obligations.

Users of this rating (including investors, lenders, and the public at large) are hence requested to exercise caution while using the above rating(s).

Analytical approach: Standalone

Outlook: Not applicable

Detailed description of key rating drivers:

At the time of last rating on June 09, 2023, following were the key rating strengths and weaknesses (updated from information available from registrar of company):

Key weaknesses

Ongoing delays:

According to the annual report FY23, there are ongoing delays in debt servicing of principal and interest on term loan due to poor liquidity.

Applicable criteria

[Definition of Default](#)

[Policy in respect of non-cooperation by issuers](#)

[Financial Ratios - Financial Sector](#)

[Non Banking Financial Companies](#)

About the company and industry

Industry classification

Macro-economic Indicator	Sector	Industry	Basic Industry
Financial services	Financial services	Finance	Non-banking financial company (NBFC)

JFIL was promoted by Ajay Singh and his family in 1998 for carrying on a tractor dealership in the name of Ajay Tractors Pvt. Ltd. In 2003, its tractor dealership business was discontinued and the company was registered as a non-deposit taking non-banking finance company (NBFC) with Reserve Bank of India (RBI). JFIL is engaged in secured and unsecured lending mainly for loan

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

against property, personal loans, and vehicle financing through its 150 operational branches (as on June 30, 2018) in Rajasthan, Maharashtra, and Madhya Pradesh.

Brief Financials (₹ crore)	March 31, 2021 (A)	March 31, 2022 (A)	March 31, 2023 (A)
Total operating income	76.7	32.59	27.08
PAT	-84.53	-99.17	-2.87
Interest coverage (times)	-0.44	-1.71	1.44
Total assets	487.06	390.55	324.24
Net NPA (%)	NA	NA	NA
ROTA (%)	-15.71	-22.6	-0.80

A: Audited; UA: Unaudited; Note: 'these are latest available financial results'

Status of non-cooperation with previous CRA: Acuité Ratings & Research Limited has placed the rating of JFIL under issuer not cooperating category vide its press release dated November 14, 2019, in absence of requisite information to carry out review and indicating stress in the company's liquidity profile.

Any other information: Not applicable

Rating history for last three years: Annexure-2

Covenants of rated instrument / facility: Annexure-3

Complexity level of various instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Cash credit		-	-	-	106.00	CARE D; ISSUER NOT COOPERATING*
Term loan-Long term		-	-	March 2023	359.03	CARE D; ISSUER NOT COOPERATING*
Term loan-Long term		-	-	March 2024	60.00	CARE D; ISSUER NOT COOPERATING*

*Issuer did not cooperate; based on best available information.

Annexure-2: Rating history for last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
1	Fund-based - LT-Cash credit	LT	106.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (09-Jun-23)	1)CARE D; ISSUER NOT COOPERATING* (29-Apr-22)	-
2	Term loan-Long term	LT	359.03	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (09-Jun-23)	1)CARE D; ISSUER NOT COOPERATING* (29-Apr-22)	-
3	Term loan-Long term	LT	60.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (09-Jun-23)	1)CARE D; ISSUER NOT COOPERATING* (29-Apr-22)	-

*Issuer did not cooperate; based on best available information.

LT: Long term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities: Not applicable**Annexure-4: Complexity level of various instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash credit	Simple
2	Term loan-Long term	Simple

Annexure-5: Lender details

To view the lender wise details of bank facilities please [click here](#)

Note on complexity levels of rated instruments: CARE Ratings has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

Contact us

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About us:

Established in 1993, CARE Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the RBI. With an equitable position in the Indian capital market, CARE Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CARE Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CARE Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit.

Disclaimer:

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