

JVS Biofuels Private Limited

March 18, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	80.00	CARE D; ISSUER NOT COOPERATING*	Rating moved to 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 Ltd. has been seeking information from JVS Biofuels Private Limited (JVS BPL) to monitor the rating vide e-mail communications/letters dated December 31, 2024; March 08, 2025 among others and numerous phone calls. However, despite our repeated requests, the company has not provided the requisite information for monitoring the ratings. In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'s opinion is not sufficient to arrive at a fair rating. Further, JVS BPL has not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. The rating on JVS Biofuels Private Limited's bank facilities will now be denoted as **CARE D; ISSUER NOT COOPERATING***.

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

CARE Ratings Limited (CARE Ratings) has reaffirmed the ratings assigned to the bank facilities of JVS BPL at "CARE D" and moved it to ISSUER NOT COOPERATING category based on non-receipt of the requisite information.

Analytical approach: Standalone

Outlook: Not Applicable

Detailed description of key rating drivers:

At the time of last rating on January 30, 2024 the following were the rating strengths and weaknesses (updated for the information available from Registrar of Companies).

Key weaknesses

Delay in debt servicing

There have been multiple instances of delay in servicing of term loan interest in the recent past owing to delay in commencement of operational activity (actual COD is October 28, 2023 as against the expected COD of December 2022), delay in collection from debtors (IOCL, BPCI, HPCL), weak liquidity. Furthermore, there have been instances of penal charges being levied in the term loan statement.

Limited experience of promoters in the ethanol industry

The company is promoted by Mr. Sunil Singla, Mr. Jitender Jindal, and Mr. Vinod Jindal, who have an existing experience of around 20 years in the manufacturing of food products, including all kinds of spices, pickles, jams, squashes etc., however, promoters have limited experience in successfully commissioning and running up of green field projects. The project will be managed by Mr. Sunil Singla, who has pursued his graduation in Bachelor of Engineering Electronics, ably supported by Mr. Jitender Jindal and Mr. Vinod Jindal, who will oversee the production and finance functions respectively.

Key strengths

Locational Advantage

The company has procured 15.925 acres of land to set-up grain-based ethanol distillery at Village Jatwar, Ambala. The plant is located in North-Indian region, Punjab and Haryana which are the major paddy producing states, having highest number of rice mills which facilitates procurement of grains and other agro based products during season.

Environment, social, and governance (ESG) risks: Not Applicable

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

Applicable criteria

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

[Definition of Default](#)

[Rating Outlook and Rating Watch](#)

[Manufacturing Companies](#)

[Financial Ratios – Non financial Sector](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Diversified	Diversified	Diversified	Diversified

JVS Biofuels Private Limited was incorporated on January 22, 2021, by Mr. Sunil Singla, Mr. Jitender Jindal, and Mr. Vinod Jindal, who have an existing experience of around 20 years in the manufacturing of food products, including all kinds of spices, pickles, jams, squashes etc. The company has setup a greenfield project for the manufacture of fuel ethanol alongside its by-product, Distillery Dried Grain Soluble (DDGS). The same is under the ambit of Ethanol Blending Programme (EBP) policy of GOI, whereby the company has entered into Long-term Offtake Agreement (LTOA) with Oil Marketing Companies like Indian Oil Corporation Limited (IOCL), Bharat Petroleum (BP) and Hindustan Petroleum (HP) for supply of 2.64 litre (i.e., 80, 000 LPD) of ethanol.

Brief Financials (₹ crore)	March 31, 2022 (A)	March 31, 2023 (A)	March 31, 2024 (A)
Total operating income	0.00	0.00	71.48
PBILD	0.00	0.00	11.57
PAT	0.00	0.01	4.27
Overall gearing (times)	0.33	7.30	4.09
Interest coverage (times)	0.00	0.00	2.34

A: Audited; Note: these are latest available financial results

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of 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 and Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	12.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	March, 2030	68.00	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-Term Loan	LT	68.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D (30-Jan-24) 2)CARE B+; Stable; ISSUER NOT COOPERATING * (06-Dec-23)	1)CARE BB-; Stable (03-Oct-22)	-
2	Fund-based - LT-Cash Credit	LT	12.00	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D (30-Jan-24) 2)CARE B+; Stable; ISSUER NOT COOPERATING * (06-Dec-23)	1)CARE BB-; Stable (03-Oct-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 instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Term Loan	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 based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

Contact us

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About us:

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Disclaimer:

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