



Press Release

M. M. Industries

December 27, 2023

Ratings

Facilities	Amount (Rs. crore)	Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	4.00	IVR B-; Negative ISSUER NOT COOPERATING* (IVR Single B minus; Negative Issuer Not Cooperating*)	Revised from IVR B; ISSUER NOT COOPERATING* (IVR Single B; Issuer Not Cooperating*) and continued in ISSUER NOT COOPERATING category	Simple
Short Term Bank Facilities	15.00	IVR A4; ISSUER NOT COOPERATING* (IVR A Four; Issuer Not Cooperating*)	Reaffirmed and continued in ISSUER NOT COOPERATING category	Simple
Total	19.00 (Rupees Nineteen crore only)			

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

Details of Facilities are in Annexure 1

Detailed Rationale

The revision in the ratings assigned to the bank facilities of M. M. industries (MMI) reflects lack of adequate information available, non-payment of annual surveillance fee and the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as this rating may not adequately reflect the credit risk profile of the entity.

Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide mail communications dated October 30,



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2023, October 31, 2023, November 08, 2023, November 20, 2023, December 04, 2023, December 18, 2023, December 20, 2023, and December 22, 2023, and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted the requested information for monitoring the ratings.

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to review the ratings based on the best available information. Accordingly, the ratings for the bank facilities of MMI aggregating Rs.19.00 crore has been moved to the 'ISSUER NOT COOPERATING' category by Infomerics.

Analytical Approach: Standalone

Applicable Criteria:

[Guidelines on what constitutes Non-Cooperation by Clients](#)

[Rating Methodology for Trading Companies](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\)](#)

[Criteria of assigning rating outlook](#)

About the Company

Established in 1989, Ranchi (Jharkhand) based MM Industries (MMI) is a proprietary concern established by Mr. Ghanshyam Agarwal of Jharkhand. The entity is engaged in trading of coal (non-coking) and manganese ore. Coal and manganese ore is primarily imported from South Africa. MMI caters to the domestic market, with most of its revenue being generated from Jharkhand.

Financials (Standalone):

(Rs. crore)		
For the year ended / As On*	31-03-2018 (Audited)	31-03-2019 (Audited)
Total Operating Income	38.28	51.31
EBITDA	0.46	1.20
PAT	0.54	0.60
Total Debt	0.00	0.00
Tangible Net worth	6.07	4.67
Ratios		
EBITDA Margin (%)	1.20	2.34
PAT Margin (%)	1.38	1.17



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For the year ended / As On*	31-03-2018 (Audited)	31-03-2019 (Audited)
Overall Gearing Ratio (x)	0.00	0.00

*Classification as per Infomerics' standards

A. Status of non-cooperation with previous CRA: Brickwork Ratings vide its press release dated February 24, 2023, continued the entity to Issuer Not cooperating category due to lack of adequate information and non-submission of NDS.

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Facilities	Current Ratings (Year 2023-24)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2022-23 (December 13, 2022)	Date(s) & Rating(s) assigned in 2021-22 (September 23, 2021)	Date(s) & Rating(s) assigned in 2020-21 (June 22, 2020)
1.	Cash Credit	Long Term	4.00	IVR B-; Negative ISSUER NOT COOPERATING*	IVR B; ISSUER NOT COOPERATING*	IVR B+; ISSUER NOT COOPERATING*	IVR BB-; Stable; ISSUER NOT COOPERATING*
2.	Letter of Credit	Short term	15.00	IVR A4; ISSUER NOT COOPERATING*	IVR A4; ISSUER NOT COOPERATING*	IVR A4; ISSUER NOT COOPERATING*	IVR A4; ISSUER NOT COOPERATING*

*Issuer did not cooperate; based on best available information

Name and Contact Details of the Rating Analyst:

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About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).

Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.

Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

Infomerics has a pan India presence with Head Office in Delhi, branches in major cities and representatives in several locations.

For more information visit www.infomerics.com

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change, suspend or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	4.00	IVR B-; Negative ISSUER NOT COOPERATING*
Letter of Credit	-	-	-	15.00	IVR A4; ISSUER NOT COOPERATING*

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

Annexure 3: Facility wise lender details: Not applicable



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Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.