



Press Release

M. M. Industries

January 27, 2025

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Facilities	4.00	IVR C+/ Negative; ISSUER NOT COOPERATING* (IVR C Plus with Negative Outlook; ISSUER NOT COOPERATING *)	IVR B-/ Negative; ISSUER NOT COOPERATING* (IVR Single B Minus with Negative Outlook; ISSUER NOT COOPERATING *)	Downgraded and continued under ISSUER NOT COOPERATING* Category	Simple
Short Term Facilities	15.00	IVR A4; ISSUER NOT COOPERATING* (IVR A Four; ISSUER NOT COOPERATING *)	IVR A4; ISSUER NOT COOPERATING* (IVR A Four; ISSUER NOT COOPERATING *)	Reaffirmed and continued under ISSUER NOT COOPERATING* Category	Simple
Total	19.00 (Rupees Nineteen Crore Only)				

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

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics Ratings has downgraded its long term ratings and reaffirmed its short term 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.



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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, 2024, October 31, 2024, November 08, 2024, November 20, 2024, December 04, 2024, December 18, 2024, December 20, 2024, December 22, 2024, and January 07, 2025 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 long-term ratings of the bank loan facilities aggregating to Rs.4.00 crore and short-term ratings of the bank loan facilities aggregating to Rs.15.00 crore of M. M. Industries shall be continued under 'ISSUER NOT COOPERATING' category by Infomerics and the ratings will be at 'IVR C+; ISSUER NOT COOPERATING' with Negative Outlook and IVR A4; 'ISSUER NOT COOPERATING', respectively based on best available information. Accordingly, the lenders, investors and other users of this rating are requested to exercise adequate caution while using this rating as this rating may not adequately reflect the current credit risk profile of the company.

Analytical Approach: Standalone

Applicable Criteria:

[Policy on issuer not cooperating](#)

[Rating Methodology for Trading Companies](#)

[Criteria of assigning Rating outlook](#)

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

[Policy on Default Recognition and Post-Default Curing Period](#)

[Complexity Level of Rated Instruments/Facilities](#)



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About the Firm

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):

For the year ended / As On*	(Rs. crore)	
	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
EBITDA Margin (%)	1.20	2.34
PAT Margin (%)	1.38	1.17
Overall Gearing Ratio (x)	0.00	0.00
Interest Coverage ratio (x)	1.10	1.44

*Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: Brickwork Ratings vide its press release dated April 12, 2024, continued the entity to Issuer Not cooperating category due to lack of adequate information and non-submission of NDS.

Any other information: Nil



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Rating History for last three years:

Sr. No.	Name of Security/Facilities	Current Ratings (Year 2024-25)			Rating History for the past 3 years		
		Type (Long Term/Short Term)	Amount outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22
					Date (December 27, 2023)	Date (December 13, 2022)	Date (September 23, 2021)
1.	Cash Credit	Long Term	4.00	IVR C+/- Negative; ISSUER NOT COOPERATING*	IVR B/- Negative; ISSUER NOT COOPERATING*	IVR B; ISSUER NOT COOPERATING*	IVR B+; 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

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About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.



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

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please 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 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/ /Security	ISIN	Date of Issuanc e	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	-	4.00	IVR C+/ Negative; ISSUER NOT COOPERATING*
Letter of Credit	-	-	-	-	15.00	IVR A4; ISSUER NOT COOPERATING*

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

Annexure 2: Facility wise lender details Not Applicable

Annexure 3: Detailed explanation of covenants of the rated Security/facilities: Not Applicable

Annexure 4: List of companies considered for consolidated/Combined analysis: Not Applicable



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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.