



Press Release

Sri Bhagawan Mahaveer Jain Educational and Cultural Trust (SBMJECT)

October 26, 2022

Ratings

Instrument / Facility	Amount (Rs. Crore)	Ratings	Rating Action	<u>Complexity Indicator</u>
Long Term Facility – Fund Based	468.82	IVR BBB/ ISSUER NOT COOPERATING	Revised and moved to “Issuer not cooperating category”	Simple
Long Term Bank Facilities – Proposed Term Loans	11.18	IVR BBB/ ISSUER NOT COOPERATING	Revised and moved to “Issuer not cooperating category”	Simple
Short Term Bank Facilities	20.00	IVR A3+/ ISSUER NOT COOPERATING	Revised and moved to “Issuer not cooperating category”	Simple
Total	500.00			

**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 Sri Bhagawan Mahaveer Jain Educational and Cultural Trust (SBMJECT) reflects lack of adequate information available about the performance of the trust 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 the rating may not adequately reflect the credit risk profile of the entity, despite the rating revision.

Note on non-cooperation

Infomerics has repeatedly followed up with the company to provide information to monitor the ratings vide emails September 09, 2022, September 13, 2022, September 27, 2022 & October



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03, 2022 along with telephonic conversations. However, despite repeated requests, the company has failed to submit data for review.

Availability of information is very critical in rating exercise. In the absence of the relevant information, in consonance with SEBI guidelines, Infomerics has moved the ratings assigned to the bank loan facilities of Sri Bhagawan Mahaveer Jain Educational and Cultural Trust (SBMJECT) aggregating to INR 500.00 crore to the 'ISSUER NOT COOPERATING' category. The rating is now denoted as IVR BBB; ISSUER NOT COOPERATING for the long-term bank facilities and IVR A3+/ ISSUER NOT COOPERATING for the short-term bank facilities.

Analytical Approach: Standalone Approach

Applicable Criteria:

[Rating Methodology for Service Sector Companies](#)

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

[Policy on Issuer not cooperating and surveillance/review of existing rating](#)

About the Company

Sri Bhagawan Mahaveer Jain Educational & Cultural Trust (SBMJECT) founded in 1994 is a part of Jain Group that offers education from kindergarten to standard 12 (K-12), pre-university, diploma, graduate and post graduate degrees in engineering, business administration, management courses, etc. The trust manages 28 educational institutions (16 colleges, 5 Pre-university Colleges & 7 Schools) and owns Jain University, a deemed university under its ambit. National Assessment and Accreditation Council (NAAC) has awarded 'A' Grade to Jain University (Deemed-to-be University).

Financials (Standalone):

INR in Crore		
For the year ended* As on	31-03-2020	31-03-2021
	Audited	Provisional
Total Operating Income	553.04	558.77



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EBITDA	173.22	236.95
PAT	35.45	110.76
Total Debt	601.57	624.70
Tangible Net Worth	609.56	719.45
EBITDA Margin (%)	31.32	42.41
PAT Margin (%)	6.41	19.82
Overall Gearing Ratio (x)	0.99	0.87

* Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: NA

Any other information: NA

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2022-23)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2021-22 (Dated August 06, 2021)	Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2019-20
1.	Fund Based Facility – Term Loans	Long Term	468.82	IVR BBB/ ISSUER NOT COOPERATING	IVR A-/ Stable	-	-
2.	Fund Based Facility – Proposed Term Loan	Long Term	11.18	IVR BBB/ ISSUER NOT COOPERATING	IVR A-/ Stable	-	-
3.	Fund Based Facility – Overdraft	Short Term	20.00	IVR A3+/ ISSUER NOT COOPERATING	IVR A2+	-	-

**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.



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Annexure 1: Details of Facilities:

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Long Term Fund Based Facility – Term Loan	-	-	July 2028	156.75	IVR BBB/ ISSUER NOT COOPERATING
Long Term Fund Based Facility – Term Loan	-	-	August 2029	68.55	IVR BBB/ ISSUER NOT COOPERATING
Long Term Fund Based Facility – Term Loan	-	-	August 2029	194.79	IVR BBB/ ISSUER NOT COOPERATING
Long Term Fund Based Facility – Term Loan	-	-	August 2029	48.73	IVR BBB/ ISSUER NOT COOPERATING
Long Term Fund Based Facility – Proposed Term Loan	-	-	-	11.18	IVR BBB/ ISSUER NOT COOPERATING
Short Term Fund Based Facility – OD	-	-	-	20.00	IVR A3+/ ISSUER NOT COOPERATING

Annexure 2: List of companies considered for consolidated analysis: Not Applicable.

Annexure 3: Facility wise lender details: Not Applicable

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