



Press Release

M.M. Industries

September 23, 2021

Rating

Instrument / Facility	Amount (Rs. Crore)	Rating	Rating Action
Long Term Bank Facilities	4.00	IVR B+; ISSUER NOT COOPERATING* (IVR B Plus ; Issuer Not Cooperating)	Revised from IVR BB-; Stable; ISSUER NOT COOPERATING* (IVR Double B Minus; Issuer Not Cooperating)
Short Term Bank Facilities	15.00	IVR A4; ISSUER NOT COOPERATING* (IVR A Four; Issuer Not Cooperating)	Re-affirmed and continued to be in Issuer Non Cooperating category
Total	19.00		

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

Details of Facility are in Annexure 1

Detailed Rationale

Infomerics, vide press release dated June 22, 2020 had migrated the rating of MM Industries (MMI) under the "ISSUER NOT COOPERATING" category as the company had failed to provide information for monitoring of its assigned rating to the bank facilities. Further, Infomerics has been consistently following up with for obtaining information through phone calls, letter and email, dated August 18, 2021 and September 22, 2021. However, the issuer has remained non cooperative.

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information.

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.

Detailed Key Rating Drivers

Annual review for ISSUER NOT COOPERATING category based on best available information.

Analytical Approach & Applicable Criteria

Standalone

Guidelines on what constitutes Non-Cooperation by clients



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Rating Methodology for Trading Companies

Financial Ratios & Interpretation (Non-Financial Sector)

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)

(Rs. Crore)

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

*Based on Infomerics classification

Status of non-cooperation with previous CRA: Brickwork Ratings vide its press release dated April 1, 2021 moved the entity to Issuer Not cooperating category due to lack of adequate information.

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Rating (Year 2021-22)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2020-21	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2018-19
1.	Cash Credit	Long Term	4.00	IVR B+ ISSUER NOT COOPERATING*	IVR BB-; Stable; ISSUER NOT COOPERATING* (June 22, 2020)	IVR BB/Stable; (Sept 17, 2019)	-
2.	Letter of Credit	Short Term	15.00	IVR A4; ISSUER NOT COOPERATING*	IVR A4; ISSUER NOT COOPERATING* (June 22, 2020)	IVR A4+ (Sept 17, 2019)	-

* Issuer did not cooperate; based on best available information

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.



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About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. Firm's long experience in varied spectrum of financial services is helping it to fine tune its product offerings to best suit the market.

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 Facility

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+;; ISSUER NOT COOPERATING*
Letter of Credit	-	-	-	15.00	IVR A4; ISSUER NOT COOPERATING*

* Issuer did not cooperate; based on best available information