



RATING RATIONALE

27 July 2022

JFC Finance (India) Ltd.

Brickwork Ratings revises the rating for the Non Convertible Debentures of Rs.25 Crs of JFC Finance (India) Ltd based on best available information, as the Issuer did not Cooperate.

Particulars

Facility	Previous Amount (₹ Crs)	Present Amount (₹ Crs)	Tenure	Previous Rating (29 June 2021)	Rating Recommendation*
NCD	25.00	25.00	Long Term	BWR C+ (ISSUER NOT COOPERATING) Downgraded	BWR C (ISSUER NOT COOPERATING) (Downgraded)
Total	25.00	25.00	INR Twenty Five Crores only		

*Please refer to BWR website www.brickworkratings.com/ for the definition of the ratings

Issuer did not cooperate, based on best available information

Details of bank loan facilities in the Annexure I

RATING ACTION/OUTLOOK/NATURE OF NON-COOPERATION

Brickwork Ratings (BWR) downgrades the ratings on the Non Convertible Debentures (NCD) of JFC Finance (India) Ltd. to 'BWR C/Issuer Not Cooperating', as tabulated above. Despite BWR's best efforts to obtain at least the minimum required information for a rating review, the Company has not provided the same. In the absence of adequate information received from the Company and continued lack of cooperation, BWR is unable to assess the entity's financial performance and its ability to service its debt and maintain a valid rating. Based on inadequate information; lack of cooperation and non submission of No Default Statements (NDS) for the past three months, BWR downgrades the rating of the NCD to 'BWR C/ Issuer Not Cooperating' based on the best available information.

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. The current rating action has been taken on the basis of the limited information on the issuer's performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as it may not adequately reflect the credit risk profile of the society, despite the downgrade.



ABOUT THE COMPANY

JFC Finance (India) Ltd (JFC or the Company) is a Delhi based, RBI Registered Non Deposit Accepting NBFC. It was registered on 15th september 1999. The company is operating as a credit institution that offers a wide bouquet of debt products to meet the growing credit requirements of business individuals. The company provides commercial loans for industrial units, plant & Equipments, real estate, consumer goods of all kinds etc. The company also has experience in acquisition/takeover of the companies by submitting resolution plans as per the provision of the insolvency & Bankruptcy code. The company has three directors namely Mr. Vijay Kumar Chopra, Mr. Sunil Kumar, and Mr. Dhananjay Gautam.

KEY FINANCIAL INDICATORS

Key Parameters		FY 2021	FY 2022
Result Type	Units	Audited	Audited
Loan Portfolio (Outstanding)	Rs Crs	42	30
Total Operating Income	Rs Crs	13.28	9.29
Net Profit	Rs Crs	7.83	0.31
Tangible net worth	Rs Crs	92.71	98.77
Borrowings	Rs Crs	39.70	25.85
Gearing	Times	0.43x	0.26x
CRAR	%	44%	not available
GNPA	%	1.41%	not available

Note: aforesaid FY22 numbers are taken from the publicly available information; However none so information/clarification is yet provided by the company.

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY IF ANY

Nil

ANY OTHER INFORMATION

NIL



RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

S.No	Instrument	Current Rating			Rating History		
		Type	Amount (₹ Crs)	Rating	2021	2020	2019
1	NCD	Long term	25.00	BWR C Downgrade (Issuer not Cooperating)	BWR C+ Downgrade Issuer not Cooperating (29 June 2021)	BWR B-/Stable Downgrade Issuer not Cooperating (01 July 2020)	BWR BB-/Stable (Reaffirmed) 04 July 2019
Total			25.00	Rupees Twenty Five Crores only			

*Issuer did not cooperate, based on best available information

Note: The Company had raised Rs 10 Crs as on 30 June 2022 against the rated NCD of Rs 25 Crs, as confirmed by the debenture trustee.

COMPLEXITY LEVELS OF THE INSTRUMENTS

Non Convertible Debentures - SIMPLE

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Banks and Financial Institutions](#)
- [Default Recognition and Post Default Curing Period](#)
- [What Constitutes non cooperation](#)

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JFC Finance (India) Ltd.

Annexure - I

Details of Bank Loan facilities rated by BWR: Nil

ANNEXURE- II

INSTRUMENT (NCD/Bonds/ CP/FDs) Details:

Instrument	Issue Date	Amount (Rs Crs)	Coupon Rate	Maturity Date	ISIN
NCD	28 June 2018	25	Zero Coupon	27 June 2028	INEOOWJO8019
TOTAL		25	Rupees Twenty Five Crores only		

ANNEXURE- III

List of Entities Consolidated : Not Applicable

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