

## Jai Maa Processors Private Limited

December 01, 2021

### Ratings

Facilities / Instruments	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	18.52	<b>CARE B+;</b> <b>ISSUER NOT COOPERATING*</b> <b>(Single B Plus</b> <b>ISSUER NOT COOPERATING*)</b>	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; (Double B Minus)
<b>Total Facilities</b>	<b>18.52</b> <b>(Rs. Eighteen Crore and Fifty-Two Lakhs Only)</b>		

*Details of facilities in Annexure-1*

### Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated November 27, 2020, placed the rating(s) of Jai Maa Processors Private Limited (JMPPL) under the 'issuer non-cooperating' category as JMPPL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. JMPPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated October 13, 2021, October 23, 2021, November 02, 2021.

In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which however, in CARE's opinion is not sufficient to arrive at a fair rating.

***Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).***

The ratings have been revised on account of non-availability of requisite information. The rating also considers the company's leverage capital structure marked by high overall debt as against low profitability in FY20.

### Detailed description of the key rating drivers

Please refer to PR dated [November 27, 2020](#)

**Analytical approach:** Standalone

### Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on default recognition](#)

### About the Company

Jai Maa Processors Private Limited (Erstwhile Jai Maa Iron Foundry Private Limited) (JMI) was incorporated in June, 2000 as a private limited company and is currently being managed by Mr Rai Sahib and Mrs Paramjit Bhalla. Both the directors look after the overall affairs of the company. The company is engaged in the manufacturing of fabric at its manufacturing facility located at Ludhiana, Punjab, which has a total installed capacity of manufacturing 10,000 Metric Tonne of fabric per annum, as on March 31, 2015. The product line of the company mainly comprises of cotton fabric, synthetic fabric and polyester fabric.

Brief Financials (Rs. crore)	FY19(A)	FY20(A)
Total operating income	102.82	99.22
PBILDT	4.30	3.91
PAT	0.87	0.70
Overall gearing (times)	3.24	3.09
Interest coverage (times)	1.54	1.39

A: Audited

**Status of non-cooperation with previous CRA:** Brickwork placed its rating under non-cooperation due to non-submission of requisite information by the entity as per its press release dated June 24, 2021.

<sup>1</sup>Complete definitions of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and in other CARE publications

\*Issuer did not cooperate; Based on best available information

**Any other information:** Not Applicable

**Disclosure of Interest of Independent/Non-Executive Directors, Managing Director & CEO of CARE:** NA

**Rating History for last three years:** Please refer Annexure-2

**Covenants of rated instrument/facility:** Annexure-3

**Complexity level of various instruments rated for this company:** Annexure-4

**Annexure-1: Details of Instruments / Facilities**

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	-	17.00	CARE B+; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan	-	-	-	January 2020	1.52	CARE B+; ISSUER NOT COOPERATING*

*\*Issuer did not cooperate; Based on best available information*

**Annexure-2: Rating History of last three years**

Sr. No	Name of the Instrument /Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2021-2022	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019
1	Fund-based - LT-Cash Credit	LT	17.00	CARE B+; ISSUER NOT COOPERATING*	-	1)CARE BB-; ISSUER NOT COOPERATING * (27-Nov-20)	1)CARE BB-; ISSUER NOT COOPERATING * (04-Sep-19)	1)CARE BB-; ISSUER NOT COOPERATING * (11-Jun-18)
2	Fund-based - LT-Term Loan	LT	1.52	CARE B+; ISSUER NOT COOPERATING*	-	1)CARE BB-; ISSUER NOT COOPERATING * (27-Nov-20)	1)CARE BB-; ISSUER NOT COOPERATING * (04-Sep-19)	1)CARE BB-; ISSUER NOT COOPERATING * (11-Jun-18)

*\*Issuer did not cooperate; Based on best available information*

**Annexure-3: Detailed explanation of covenants of the rated instrument / facilities:** Not applicable

**Annexure-4: Complexity level of various instruments rated for this company**

Sr. No	Name of instrument	Complexity level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Term Loan	Simple

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. This classification is available at [www.careratings.com](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

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### About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

### Disclaimer

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Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

**\*\*For detailed Rationale Report and subscription information, please contact us at [www.careratings.com](http://www.careratings.com)**