

## Sadaram Jining And Pressing Industries

May 03, 2021

### Ratings

Facilities / Instruments	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	8.19	CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Facilities</b>	<b>8.19</b> <b>(Rs. Eight Crore and Nineteen Lakhs Only)</b>		

*Details of instruments/facilities in Annexure-I*

#### Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated April 30, 2020, placed the rating of Sadaram Jining and Pressing Industries (SJPI) under the 'Issuer non-cooperating' category as SJPI had failed to provide information for monitoring of the ratings as agreed to in its rating agreement. SJPI continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter dated March 16, 2021, March 26, 2021, April 05, 2021 etc. 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 ratings.**

#### Detailed description of the key rating drivers

At the time of last rating on April 30, 2020 the following was the rating weakness

#### Key Rating Weakness

**Ongoing delay in debt servicing:** As per due diligence with lender SJPI was turned NPA due to weak liquidity position of the firm.

**Analytical approach:** Standalone

#### Applicable Criteria

[Policy in respect of Non Cooperation by Issuer](#)

[Criteria on assigning Outlook to Credit Ratings](#)

[CARE's Policy on Default Recognition](#)

[Financial ratios – Non-Financial Sector](#)

[Rating Methodology-Manufacturing Companies](#)

[Rating Methodologies for cotton textile manufacturing](#)

#### About the firm

SJPI Patan-Gujarat based partnership firm was established in 2014 by Mr. Bharat Bhatiya, Mr. Bhavesh Patel, Mr. Chandanji Thakor, Mr. Dashrat Bhatiya and Mr. Mafa Modi. The firm is engaged in cotton ginning and pressing of raw cotton. SJPI has commenced its operation from August 2014. The manufacturing unit of the firm is located in Patan, Gujarat which has an installed capacity of 14,400 Metric tonnes per annum (MTPA) as on March 31, 2016 for raw cotton processing.

Brief Financials (Rs. crore)	FY15 (A)	FY16(A)
Total operating income	3.76	9.57
PBILDT	0.22	1.25
PAT	0.04	0.22
Overall gearing (times)	2.18	2.79
Interest coverage (times)	1.57	1.56

A: Audited

**Status of non-cooperation with previous CRA:** CRISIL has put rating assigned to the bank facilities of Sadaram Jining and Pressing Industries in to 'Non Cooperation' vide press release dated January 20, 2021 on account of non-cooperation by SJPI with CRISIL's efforts to undertake a review of the rating outstanding.

<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

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

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

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Term Loan	-	-	November 2021	2.19	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit	-	-	-	6.00	CARE D; ISSUER NOT COOPERATING*

\*Issuer did not cooperate; Based in 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-Term Loan	LT	2.19	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (30-Apr-20)	-	1)CARE D; ISSUER NOT COOPERATING* (14-Feb-19)
2.	Fund-based - LT-Cash Credit	LT	6.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (30-Apr-20)	-	1)CARE D; ISSUER NOT COOPERATING* (14-Feb-19)

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

**Annexure 3: Complexity level of various instruments rated for this company**

Sr. No.	Name of the 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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