

## Jai Karni Suitings Private Limited

June 11, 2021

### Ratings

Facilities/Instruments	Amount (Rs. crore)	Ratings	Rating Action
Long Term Bank Facilities	11.72	CARE B; Stable; ISSUER NOT COOPERATING* (Single B; Outlook: Stable ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE B+; Stable; (Single B Plus; Outlook: Stable)
Short Term Bank Facilities	0.40	CARE A4; ISSUER NOT COOPERATING* (A Four ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Bank Facilities</b>	<b>12.12</b> <b>(Rs. Twelve Crore and Twelve Lakhs Only)</b>		

*Details of instruments/facilities in Annexure-1*

### Detailed Rationale & Key Rating Drivers

CARE had, vide its press release dated March 20, 2020, placed the rating of Jai Karni Suitings Private Limited (JSPL) under the 'issuer non-cooperating' category as JSPL had failed to provide information for monitoring of the rating for the rating exercise as agreed to in its Rating Agreement. JSPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and an email dated February 03, 2021, February 13, 2021 and February 23, 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 revision in the rating assigned to the bank facilities of JSPL is on account of non-availability of update on operational and financial performance of the company for 9MFY21.

### Detailed description of the key rating drivers

Please refer to [Press Release dated March 20,2020](#)

**Analytical approach:** Standalone

### Applicable Criteria

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

[Criteria on assigning 'outlook' and 'credit watch' to Credit Ratings](#)

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

### About the Company

Bhilwara based (Rajasthan) Jai Karni Suitings Private Limited (JSPL) was incorporated in 1993 by Mr. Mahavir Jhanwar and Mr. Abhishek Jhanwar. JSPL is engaged in the business of manufacturing of men's suitings which JSPL get it done on job work basis from other process house. The company is also engaged in the business of trading of grey and finished fabrics. The company has total installed capacity of 60 LMPA as on March 31, 2018. The company markets its product through 100 dealers in all over India; major states are Uttar Pradesh (UP), Bihar, Haryana, Punjab, Madhya Pradesh (MP), Andhra Pradesh (AP), Rajasthan and Delhi. Further, JSPL procures raw material (cotton and synthetic yarn) from Rajasthan, Madhya Pradesh and Hyderabad.

Brief Financials (Rs. crore)	FY19 (A)	FY20 (A)*
Total operating income	29.42	39.48
PBILDT	3.80	3.88
PAT	0.78	0.68
Overall gearing (times)	1.99	1.76
Interest coverage (times)	2.50	2.63

\*as per financials downloaded from MCA's website

A: Audited

**Status of non-cooperation with previous CRA:** None

**Any other information:** None

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

**Covenants of rated instruments/facility:** Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

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

**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	-	-	October 2025	7.72	CARE B; Stable; ISSUER NOT COOPERATING*
Fund-based - LT-Cash Credit	-	-	-	4.00	CARE B; Stable; ISSUER NOT COOPERATING*
Fund-based - ST- Standby Line of Credit	-	-	-	0.40	CARE A4; 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-Term Loan	LT	7.72	CARE B; Stable; ISSUER NOT COOPERATING*	-	-	1)CARE B+; Stable; ISSUER NOT COOPERATING* (20-Mar-20)	1)CARE BB-; Stable (14-Mar-19)
2.	Fund-based - LT-Cash Credit	LT	4.00	CARE B; Stable; ISSUER NOT COOPERATING*	-	-	1)CARE B+; Stable; ISSUER NOT COOPERATING* (20-Mar-20)	1)CARE BB-; Stable (14-Mar-19)
3.	Fund-based - ST- Standby Line of Credit	ST	0.40	CARE A4; ISSUER NOT COOPERATING*	-	-	1)CARE A4; ISSUER NOT COOPERATING* (20-Mar-20)	1)CARE A4 (14-Mar-19)

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

**Annexure-3: Detailed explanation of covenants of the rated instruments/facilities-** Not Applicable

**Annexure 4: 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
3.	Fund-based - ST- Standby Line of Credit	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.

## Contact us

### Media Contact

Mradul Mishra

Contact no. – +91-22-6837 4424

Email ID – [mradul.mishra@careratings.com](mailto:mradul.mishra@careratings.com)

### Analyst Contact

Group Head Name - Mr.Harsh Raj Sankhla

Group Head Contact no.- 0141-4020213/14

Group Head Email ID- [harshraj.sankhla@careratings.com](mailto:harshraj.sankhla@careratings.com)

### Business Development Contact

Name: Mr Nikhil Soni

Contact no. : 0141-4020213/14

Email ID : [nikhil.soni@careratings.com](mailto:nikhil.soni@careratings.com)

### About CARE Ratings:

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