

JICS Logistic Limited (Revised)

June 11, 2021

Ratings

Facilities/Instruments	Amount (Rs. crore)	Ratings	Rating Action
Long-term / Short-term Bank Facilities	20.00	CARE D / CARE D (Single D / Single D)	Rating removed from ISSUER NOT COOPERATING category and Revised from CARE B-; Stable / CARE A4; (Single B Minus; Outlook: Stable / A Four)
Short-term Bank Facilities	7.50	CARE D (Single D)	Rating removed from ISSUER NOT COOPERATING category and Revised from CARE A4; (A Four)
Total Bank Facilities	27.50 (Rupees Twenty-Seven Crore and Fifty Lakh Only)		

Details of instruments/facilities in Annexure-1;

Detailed Rationale & Key Rating Drivers

The ratings assigned to the bank facilities of JICS Logistic Limited (JLL) takes into consideration delays in servicing of debt repayment obligations.

Rating Sensitivities**Positive Factors**

- Delay free track record of over 90 days in servicing of debt obligations

Detailed description of the key rating drivers**Key Rating Weaknesses****Delays in debt servicing:**

As per audit report for year ended March 31, 2020, there were instances of prolonged delays (exceeding 30 days) in servicing of debt obligations by the company.

Presently, interest servicing on the fund-based facilities rated by CARE continue to remain irregular during last few months, with delays not exceeding 30 days during a particular month.

Also, company availed six months moratorium offered by the RBI under Covid-19 relief package.

Liquidity: Poor

The liquidity of JLL continues to remain poor marked by prolonged delays (exceeding 30 days) in servicing of debt obligations by the company.

Analytical approach: Standalone

Applicable Criteria

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

[Criteria for Short Term Instruments](#)

[Rating Methodology – Service Sector Companies](#)

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

[Liquidity Analysis of Non-Financial Sector](#)

About the Company

Incorporated in 2009, JICS Logistic Ltd. (JLL) overtook a partnership firms of its promoters, the Jhawar family members. Till FY17, JLL was engaged in providing services like agri-warehousing, agri-commodity finance and commodity trading. FY18 onwards, the company discontinued the business of trading agri-commodity and agri-commodity finance and shifted its focus on agri-warehousing.

As on March 27, 2019 JLL had 25 warehouses (both dry and cold) of which 20 warehouses are on lease and 5 are owned warehouses. It is also affiliated with National Commodity and Derivatives Exchange Ltd. (NCDEX) as a warehousing service (WSP) provider across the country.

Brief Financials (Rs. crore)	FY19 (A)	FY20 (A)
Total operating income	24.26	34.33
PBILDT	5.36	7.29
PAT	-3.45	-2.79
Overall gearing (times)	0.31	0.30
Interest coverage (times)	1.55	1.81

*A: Audited;

As per provisional financial results for FY21, company has reported TOI of Rs.25.85 crore and net loss of Rs.2.58 crore.

Status of non-cooperation with previous CRA: Not Applicable

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/ ST-Cash Credit	-	-	-	20.00	CARE D / CARE D
Non-fund-based - ST-BG/LC	-	-	-	7.50	CARE D

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/ ST-Cash Credit	LT/ST	20.00	CARE D / CARE D	-	1)CARE B-; Stable / CARE A4; ISSUER NOT COOPERATING* (30-Jun-20)	1)CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING* (02-Apr-19)	1)CARE BB+; Stable / CARE A4+ (06-Apr-18)
2.	Non-fund-based - ST-BG/LC	ST	7.50	CARE D	-	1)CARE A4; ISSUER NOT COOPERATING* (30-Jun-20)	1)CARE A4; ISSUER NOT COOPERATING* (02-Apr-19)	1)CARE A4+ (06-Apr-18)

*Issuer did not cooperate; based on 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/ ST-Cash Credit	Simple
2.	Non-fund-based - ST-BG/LC	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. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

Contact us**Media Contact**

Mr. Mradul Mishra

Contact No.: +91-22-6837 4424

Email ID – mradul.mishra@careratings.com

Analyst Contact

Ms. Nikita Goyal

Contact No.: 079-40265670

Email ID – nikita.goyal@careratings.com

Relationship Contact

Mr. Deepak Prajapati

Contact No.: +91-79-4026 5656

Email ID – deepak.prajapati@careratings.com

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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