

Jagannath Polymers Limited

December 20, 2022

Ratings

Facilities/Instruments	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	7.00	CARE B-; Stable; ISSUER NOT COOPERATING* (Single B Minus; Outlook: Stable; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE B; Stable; (Single B; Outlook: Stable)
Short Term Bank Facilities	5.00	CARE A4; ISSUER NOT COOPERATING* (A Four; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
Total Bank Facilities	12.00 (Rs. Twelve Crore Only)		

Details of instruments/facilities in Annexure-1

*Issuer did not cooperate; Based on best available information

Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated September 28, 2021, placed the rating(s) of Jagannath Polymers Limited (JPL) under the 'issuer non-cooperating' category as JPL 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. JPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated August 14, 2022, August 24, 2022, September 03, 2022.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'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 rating assigned to the bank facilities of JPL have been revised on account of non-availability of requisite information.

Detailed description of the key rating drivers

Please refer to PR dated [September 28, 2021](#)

Analytical approach: Combined

For arriving at the ratings, CARE has combined the financial profiles of Jagannath Polypacks Limited (JPL), Jagannath Polymers Limited (JPL) and Jagannath Plastipacks Limited (JPL) as all the three companies are under common management and in the same line of business. All the three companies commonly refer as the group.

Applicable Criteria

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

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

About the Company

Incorporated in 1984, Jagannath Polymers Limited (JPL) was promoted by Subudhi family managed by Mr. Manoj Kumar Subudhi, Mr. Saroj Kumar Subudhi and Mr. Kshirod Kumar Subudhi for almost two decades. JPL is involved in the business of manufacturing of polypropylene and HDPE woven sacks and bags with installed capacity of 45 Lakh pcs per month with the manufacturing unit located at IDCO New Industrial Estate, Jagatpur, Cuttack. The promoter also owns an associate company in the name of Jagannath Polymers Limited which is involved in manufacturing of PP/HDPE woven sacks and bags from its manufacturing unit located at Cuttack, Odisha which has a capacity to manufacture 50 lakhs pieces every month. and another associate company in the name of Jagannath Polypacks Limited which is involved in manufacturing of PP/HDPE woven sacks and bags from its manufacturing unit located at Cuttack, Odisha which has a capacity to manufacture 50 lakhs pieces every month. Mr. Manoj Kumar Subudhi (Director) and Mr. Saroj Kumar Subudhi (Director) having around three decades of

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

experience in plastic industry, looks after the day to day operations of the company. He is supported by other promoter Mr. Kshirod Kumar Subudhi along with a team of experienced professional.

Brief financials:

Brief Financials (Rs. crore) (Standalone)	FY21 (A)	FY22 (A)	H1FY23 (Prov.)
Total operating income	14.56	NA	NA
PBILDT	2.23	NA	NA
PAT	0.36	NA	NA
Overall gearing (times)	2.08	NA	NA
Interest coverage (times)	1.29	NA	NA

Brief financials:

Brief Financials (Rs. crore) (Combined)	FY21 (UA)	FY22 (UA)	H1FY23 (Prov.)
Total operating income	36.56	NA	NA
PBILDT	5.53	NA	NA
PAT	0.60	NA	NA
Overall gearing (times)	2.31	NA	NA
Interest coverage (times)	1.38	NA	NA

UA: Un-audited, Prov.: Provisional, NA: Not Available

Status of non-cooperation with previous CRA: CRISIL has continued the rating assigned to the bank facilities of JPL into Issuer Not Cooperating category vide press release dated August 19, 2022 on account of its inability to carry out a review in the absence of the requisite information from the company.

India Ratings has continued the rating assigned to the bank facilities of JPL into Issuer Not Cooperating category vide press release dated September 09, 2022 on account of its inability to carry out a review in the absence of the requisite information from the company.

Acuite has continued the rating assigned to the bank facilities of JPL into Issuer Not Cooperating category vide press release dated June 17, 2022 on account of its inability to carry out a review in the absence of the requisite information from the company.

Any other information: Not Applicable

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		-	-	-	7.00	CARE B-; Stable; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee		-	-	-	5.00	CARE A4; ISSUER NOT COOPERATING*

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument / Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Fund-based - LT-Cash Credit	LT	7.00	CARE B-; Stable; ISSUER NOT COOPERATING *	-	1)CARE B; Stable; ISSUER NOT COOPERATING * (28-Sep-21)	1)CARE B; Stable; ISSUER NOT COOPERATING * (30-Sep-20)	1)CARE B+; Stable (10-Jul-19)
2	Non-fund-based - ST-Bank Guarantee	ST	5.00	CARE A4; ISSUER NOT COOPERATING *	-	1)CARE A4; ISSUER NOT COOPERATING * (28-Sep-21)	1)CARE A4; ISSUER NOT COOPERATING * (30-Sep-20)	1)CARE A4 (10-Jul-19)

*Issuer did not cooperate; Based on best available information

Annexure-3: Detailed explanation of the covenants of the rated instruments/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	Non-fund-based - ST-Bank Guarantee	Simple

Annexure-5: Bank lender details for this company

To view the lender wise details of bank facilities please [click here](#)

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

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About CARE Ratings Limited:

Established in 1993, CARE Ratings Ltd. is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India (SEBI), it has also been acknowledged as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). With an equitable position in the Indian capital market, CARE Ratings Limited provides a wide array of credit rating services that help corporates to raise capital and enable investors to make informed decisions backed by knowledge and assessment provided by the company.

With an established track record of rating companies over almost three decades, we follow a robust and transparent rating process that leverages our domain and analytical expertise backed by the methodologies congruent with the international best practices. CARE Ratings Limited has had a pivotal role to play in developing bank debt and capital market instruments including CPs, corporate bonds and debentures, and structured credit.

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