

## Jain Irrigation Systems Limited

March 29, 2023

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	-	-	Rating continues to remain under ISSUER NOT COOPERATING category; Reaffirmed at CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) and Withdrawn
Short Term Bank Facilities	-	-	Rating continues to remain under ISSUER NOT COOPERATING category; Reaffirmed at CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) and Withdrawn

Details of instruments/facilities in Annexure-1.

### Rationale and key rating drivers

CARE Ratings Ltd. has withdrawn the outstanding rating of 'CARE D; ISSUER NOT COOPERATING\*' assigned to the bank facilities of Jain Irrigation System Limited (JISL) with immediate effect. The above action has been taken at the request of JISL and No objection email and no dues emails received from the lenders that had extended the facilities rated by CARE Ratings Ltd.

### Analytical approach: Consolidated

CARE Ratings has adopted the consolidated approach for analysing bank facilities of Jain Irrigation System Limited. List of subsidiaries are mentioned in Annexure 6.

### Applicable criteria

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

[Policy on default recognition](#)

[Financial Ratios – Non financial Sector](#)

[Liquidity Analysis of Non-financial sector entities](#)

[Rating Outlook and Credit Watch](#)

[Short Term Instruments](#)

[Manufacturing Companies](#)

[Policy on Withdrawal of Ratings](#)

### About the company and industry

#### Industry Classification

Macro Economic Indicator	Sector	Industry	Basic Industry
Fast Moving Consumer Goods	Fast Moving Consumer Goods	Agricultural Food & other Products	Other Agricultural Products

Established in the year 1986, JISL operates in diverse segments of the agri-business and also offers products in renewable energy segment. The micro-irrigation systems (MIS) (drip and sprinkler) is the flagship product of the company wherein JISL offers end-to-end water solution projects. The company also manufactures polyethylene (PE) pipes, polyvinyl chloride (PVC) pipes and plastic sheets. Other business segment of the company includes, agro processing (dehydrated onions & vegetables, processed fruits, mango pulp and Bio Gas), tissue culture and solar systems (solar water heating systems, solar panels and solar water pumps). The company (including subsidiaries) has 33 manufacturing bases with 11 manufacturing facilities and 5 demo and research development farms in India and 17 plants located across four continents.

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

Brief Financials (₹ crore)	March 31, 2021 (A)	March 31, 2022 (A)	9MFY23 (UA)
Total operating income	5666.88	7119.47	5681.31
PBILDT	348.27	726.49	637.78
PAT	-368.64	328.63	21.12
Overall gearing (times)	3.13	2.30	NA
Interest coverage (times)	0.18	1.75	NA

A: Audited; UA: Unaudited; NA: Not Available; Note: 'the above results are latest financial results available'

**Status of non-cooperation with previous CRA:** Not Applicable

**Any other information:** Not Applicable

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

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

**Complexity level of the various instruments rated:** Annexure-4

**Lender details:** Annexure-5

#### Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	1650.00	CARE BBB+; Stable
Fund-based - LT-Term Loan		-	-	FY30	31.00	CARE BBB+; Stable
Fund-based - LT-Term Loan		-	-	FY30	752.20	CARE BBB+; Stable
Fund-based - ST-Term loan		-	-	FY24	120.00	CARE A3+
Non-fund-based - ST-BG/LC		-	-	-	2100.00	CARE A3+

**Annexure-2: Rating history for the last three years**

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ 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-Term Loan	LT	752.20	CARE D; ISSUER NOT COOPERATING*	-	-	-	1)CARE BBB+; Stable (05-Apr-19)
2	Non-fund-based - ST-BG/LC	ST	2100.00	CARE D; ISSUER NOT COOPERATING*	-	-	-	1)CARE A3+ (05-Apr-19)
3	Fund-based - LT-Cash Credit	LT	1650.00	CARE D; ISSUER NOT COOPERATING*	-	-	-	1)CARE BBB+; Stable (05-Apr-19)
4	Fund-based - LT-Term Loan	LT	31.00	CARE D; ISSUER NOT COOPERATING*	-	-	-	1)CARE BBB+; Stable (05-Apr-19)
5	Fund-based - ST-Term loan	ST	120.00	CARE D; ISSUER NOT COOPERATING*	-	-	-	1)CARE A3+ (05-Apr-19)

\*Long term/Short term.

**Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities – Not Applicable****Annexure-4: Complexity level of the various instruments rated**

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-Term loan	Simple
4	Non-fund-based - ST-BG/LC	Simple

**Annexure-5: Lender details**

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

**Annexure-6: List of Subsidiaries**

<b>List Of Subsidiaries as on March 31, 2022</b>
JISL Overseas Limited Mauritius 100%
Jain International Trading B.V. Netherlands 100%
Jain Overseas B.V Netherlands 100%
Jain (Israel) B.V Netherlands 100%
JISL Global SA Switzerland 100%
JISL System SA Switzerland 100%
Jain America Foods Inc USA 100%
Jain America Holdings Inc. USA 100%
Jain (Europe) Ltd. UK 100%
Jain Irrigation Holding Corp. USA 100%
Jain Irrigation Inc. USA 100%
Cascade Specialities Inc. USA 100%
Naandan Jain Irrigation Ltd, Israel Israel 100%
The Machines Yvonand S.A. Switzerland 100%
Jain International Foods Ltd UK 100%
Sleaford Quality Foods Ltd. UK 100%
Jain Mena DMCC UAE 100%
Jain Distribution holdings Inc. USA 100%
Jain Farm Fresh Holdings SPRL Belgium 100%
ProTool AG Switzerland 75%
Ex-Cel Plastics Ltd Ireland 100%
Gavish Control Systems Ltd Israel 51%
Excel Plastics Piping Systems SAS France 100%
Driptech India Pvt. Ltd. India 75%
Jain Farm Fresh Foods Ltd. (JFFFL) India 89%

Jain Processed Foods Trading & Investments Private Ltd India 100%
<b>Joint Venture</b>
Dansystems S.A Chile 50%
<b>Associate</b>
Sustainable Agro-Commercial Finance Ltd India 49%

**Note on the complexity levels of the rated instruments:** CARE Ratings 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](mailto:care@careedge.in) for any clarifications.

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### About us:

Established in 1993, CARE Ratings is one of the leading credit rating agencies in India. Registered under the Securities and Exchange Board of India, it has been acknowledged as an External Credit Assessment Institution by the RBI. With an equitable position in the Indian capital market, CARE Ratings provides a wide array of credit rating services that help corporates raise capital and enable investors to make informed decisions. With an established track record of rating companies over almost three decades, CARE Ratings follows a robust and transparent rating process that leverages its domain and analytical expertise, backed by the methodologies congruent with the international best practices. CARE Ratings has played a pivotal role in developing bank debt and capital market instruments, including commercial papers, corporate bonds and debentures, and structured credit.

### Disclaimer:

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