

## Shree Nath Jee Bakers Private Limited

April 11, 2024

| Facilities/Instruments    | Amount (₹ crore) | Rating <sup>1</sup>                      | Rating Action  |
|---------------------------|------------------|--|--|
| Long Term Bank Facilities | 25.00            | CARE B+; Stable; ISSUER NOT COOPERATING* | Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB-; Stable |

Details of instruments/facilities in Annexure-1

\*Issuer did not cooperate; based on best available information.

### Rationale and key rating drivers

CARE Ratings Ltd. had, vide its press release dated February 10, 2023, placed the rating(s) of Shree Nath Jee Bakers Private Limited (SNJBPL) under the 'issuer non-cooperating' category as SNJBPL 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. SNJBPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated December 27, 2023, January 06, 2024, January 16, 2024.

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 ratings assigned to the bank facilities of SNJBPL have been revised on account of non-availability of requisite information. The ratings also factored in decline in scale of operations, decline in overall profit levels and deteriorated debt coverage indicators during FY23.

**Analytical approach:** Standalone

**Outlook:** Stable

### Detailed description of the key rating drivers:

Please refer to PR dated [February 10, 2023](#)

### Applicable criteria

[CARE Ratings' criteria on information adequacy risk and issuer non-cooperation](#)

[Policy on default recognition](#)

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

### About the company

Shree Nath Jee Bakers Private Limited (SNJBPL) was incorporated in March, 2007 as a private limited company. The company is currently managed by Mr. Krishna Das Agrawal and Mrs. Sujata Agrawal. The company is engaged in the manufacturing of biscuits on job work basis for Parle Products Private Limited and Parle Biscuits Private Limited. From FY21, the company also started trading of sanitizers. The company has its own manufacturing facility located in Jaunpur, Uttar Pradesh with an installed capacity of 66000 metric tonnes of biscuits per annum as on October 31, 2021.

The raw materials required for the manufacturing is provided by Parle. The company has one associate concern namely; "Shivam Foods" which is engaged in the manufacturing of confectionery products for Parle.

<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 (Rs. crore) | March 31, 2022 (A)* | March 31, 2023 (A) |
|------------------------------|---------------------|--------------------|
| Total operating income       | 19.95               | 14.44              |
| PBILDT                       | 5.48                | 4.79               |
| PAT                          | 4.73                | 1.54               |
| Overall gearing (times)      | 1.39                | 1.11               |
| Interest coverage (times)    | 2.65                | 2.34               |

A: Audited; Note: 'the above results are latest financial results available'

\*FY22 financials have been revised in line with CARE's revised criteria on classification of non-core items as part of non-operating income

**Status of non-cooperation with previous CRA:** CRISIL has continued the rating assigned to the bank facilities of SNJBPL into Issuer Not Cooperating category vide press release dated October 30, 2023 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:** Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

**Complexity level of 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-Proposed fund based limits |      | -                             | -               | -                          | 5.04                        | CARE B+; Stable; ISSUER NOT COOPERATING*  |
| Fund-based - LT-Term Loan                  |      | -                             | -               | March 2028                 | 19.96                       | CARE B+; Stable; 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/<br>Bank Facilities | Current Ratings |                                 |  | Rating History                              |   |   |   |
|---------|--|-----------------|---------------------------------|--|---|---|---|---|
|         |  | Type            | Amount Outstanding<br>(₹ crore) | Rating                                   | Date(s) and Rating(s) assigned in 2024-2025 | Date(s) and Rating(s) assigned in 2023-2024 | Date(s) and Rating(s) assigned in 2022-2023             | Date(s) and Rating(s) assigned in 2021-2022 |
| 1       | Fund-based - LT-Term Loan                  | LT              | 19.96                           | CARE B+; Stable; ISSUER NOT COOPERATING* | -   | -   | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (10-Feb-23) | 1)CARE BB-; Stable (03-Dec-21)              |
| 2       | Fund-based - LT-Proposed fund based limits | LT              | 5.04                            | CARE B+; Stable; ISSUER NOT COOPERATING* | -   | -   | 1)CARE BB-; Stable; ISSUER NOT COOPERATING* (10-Feb-23) | 1)CARE BB-; Stable (03-Dec-21)              |

\*Issuer did not cooperate; based on best available information.

LT: Long term

**Annexure-3: Detailed explanation of 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-Proposed fund based limits | Simple           |
| 2       | Fund-based - LT-Term Loan                  | Simple           |

**Annexure-5: Lender details**

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

**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.

## Contact us

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### About us:

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