

Jai Sakthi Mills

December 26, 2022

Ratings

Facilities/Instruments	Amount (Rs crore)	Rating ¹	Rating Action
Long Term Bank Facilities	35.62	CARE B-; ISSUER NOT COOPERATING* (Single B Minus; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE B; (Single B)
Total Bank Facilities	35.62 (Rs Thirty-Five Crore and Sixty-Two Lakhs 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 October 26, 2021, placed the rating(s) of Jai Sakthi Mills (JSM) under the 'issuer non-cooperating' category as JSM 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. JSM continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated September 11, 2022, September 21, 2022, October 01, 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 ratings assigned to the bank facilities of JSM have been revised on account of non-availability of requisite information.

Detailed description of the key rating drivers

Please refer to PR dated [October 26, 2021](#)

Analytical approach: Standalone

Applicable Criteria

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

[Policy on default recognition](#)

About the firm

JSM is a partnership concern established in April 2010, for production of yarn and cloth in Sulur, Coimbatore, Tamil Nadu. JSM has 10 partners, all belonging to same family. In FY14, the firm has added 7 more partners from the own family in order to infuse more capital to support the operations. Although established in April 2010, JSM commenced its commercial production of yarn and cloth from June 2012. The installed capacity of the firm as on March 31, 2015, is 18,000 spindles. The firm has 15 ring-frames with 1200 spindles. The entire cloth manufacturing is completely outsourced to other units wherein the yarn is supplied by JSM. JSM produces yarn varieties in the count of 25s, 30s and 34s semi-combed hosiery yarn, which are used in making cloth which is finally used in the making of men's vests and T-Shirts.

Brief Financials (Rs. crore)	FY21 (A)	FY22 (A)	H1FY23 (Prov.)
Total operating income	NA	NA	NA
PBILDT	NA	NA	NA
PAT	NA	NA	NA
Overall gearing (times)	NA	NA	NA
Interest coverage (times)	NA	NA	NA

A: Audited; Prov.: Provisional; NA: Not Available

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

Status of non-cooperation with previous CRA: Brickwork has continued the rating assigned to the bank facilities of JSM into Issuer Not Cooperating category vide press release dated August 05, 2022 on account of its inability to carry out a review in the absence of the requisite information from the firm.

CRISIL has continued the rating assigned to the bank facilities of JSM into Issuer Not Cooperating category vide press release dated April 25, 2022 on account of its inability to carry out a review in the absence of the requisite information from the firm.

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 firm: 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		-	-	-	20.00	CARE B-; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	Dec 2017	3.77	CARE B-; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	Jan 2017	0.03	CARE B-; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	Feb 2018	0.12	CARE B-; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	Feb 2022	8.05	CARE B-; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan		-	-	Mar 2022	2.74	CARE B-; ISSUER NOT COOPERATING*
Non-fund-based - LT-Bank Guarantee		-	-	-	0.91	CARE B-; ISSUER NOT COOPERATING*

*Issuer did not cooperate; Based on best available information

Annexure-2: Rating History of last three years

S r . N o .	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-Term Loan	LT	3.77	CARE B-; ISSUER NOT COOPERATING*	-	1)CARE B; ISSUER NOT COOPERATING * (26-Oct-21)	1)CARE B; ISSUER NOT COOPERATING * (21-Oct-20)	1)CARE B+; ISSUER NOT COOPERATING * (20-Aug-19)
2	Fund-based - LT-Term Loan	LT	0.03	CARE B-; ISSUER NOT COOPERATING*	-	1)CARE B; ISSUER NOT COOPERATING * (26-Oct-21)	1)CARE B; ISSUER NOT COOPERATING * (21-Oct-20)	1)CARE B+; ISSUER NOT COOPERATING * (20-Aug-19)

3	Fund-based - LT-Term Loan	LT	0.12	CARE B-; ISSUER NOT COOPERATING*	-	1)CARE B; ISSUER NOT COOPERATING * (26-Oct-21)	1)CARE B; ISSUER NOT COOPERATING * (21-Oct-20)	1)CARE B+; ISSUER NOT COOPERATING * (20-Aug-19)
4	Fund-based - LT-Cash Credit	LT	20.00	CARE B-; ISSUER NOT COOPERATING*	-	1)CARE B; ISSUER NOT COOPERATING * (26-Oct-21)	1)CARE B; ISSUER NOT COOPERATING * (21-Oct-20)	1)CARE B+; ISSUER NOT COOPERATING * (20-Aug-19)
5	Non-fund-based - LT-Bank Guarantee	LT	0.91	CARE B-; ISSUER NOT COOPERATING*	-	1)CARE B; ISSUER NOT COOPERATING * (26-Oct-21)	1)CARE B; ISSUER NOT COOPERATING * (21-Oct-20)	1)CARE B+; ISSUER NOT COOPERATING * (20-Aug-19)
6	Fund-based - LT-Term Loan	LT	8.05	CARE B-; ISSUER NOT COOPERATING*	-	1)CARE B; ISSUER NOT COOPERATING * (26-Oct-21)	1)CARE B; ISSUER NOT COOPERATING * (21-Oct-20)	1)CARE B+; ISSUER NOT COOPERATING * (20-Aug-19)
7	Fund-based - LT-Term Loan	LT	2.74	CARE B-; ISSUER NOT COOPERATING*	-	1)CARE B; ISSUER NOT COOPERATING * (26-Oct-21)	1)CARE B; ISSUER NOT COOPERATING * (21-Oct-20)	1)CARE B+; ISSUER NOT COOPERATING * (20-Aug-19)

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

Annexure 4: Complexity level of various instruments rated for this firm

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Term Loan	Simple
3	Non-fund-based - LT-Bank Guarantee	Simple

Annexure 5: Bank Lender Details for this firm

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:

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