

Jagatjit Industries Limited
August 12, 2020

Ratings

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action
Long-term Bank Facilities	0.00	--	Withdrawn
Short Term Bank Facilities	0.00	--	Withdrawn
Total Facilities	0.00		

*Details in Annexure I.

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the outstanding ratings of 'CARE B/Stable/CARE A4' (B; Outlook: Stable/ A Four) assigned to the bank facilities of Jagatjit Industries Limited with an immediate effect. The above action has been taken at the request of company as it has not availed any of the proposed bank facilities rated by CARE Ratings Ltd.

Analytical approach: Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About the Company –

Jagatjit Industries Limited (JIL) was promoted by Mr. L.P. Jaiswal and is primarily involved in manufacturing and distribution of IMFL under its flagship brand, Aristocrat, in the domestic market. JIL also manufactured country liquor in Punjab. The company is also engaged in manufacturing of malted milk foods & dairy products. Moreover, JIL has leased commercial properties in Gurgaon (Haryana) and New Delhi.

Brief Financials:

Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)
Total operating income	396.45	272.82
PBILDT	-7.04	13.16
PAT	-70.11	-64.72
Overall gearing (times)	NM	NM
Interest coverage (times)	-0.13	0.1

A: Audited, NM: Not Meaningful.

Status of non-cooperation with previous CRA: NA

Any other information: NA

Rating History for last three years: Please refer Annexure-2

Annexure 1: Details of bank 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Fund-based - LT-Cash Credit	-	-	-	0.00	Withdrawn
Non-fund-based - LT/ ST-BG/LC	-	-	-	0.00	Withdrawn
Fund-based - LT-Term Loan	-	-	-	0.00	Withdrawn

¹Complete definition of the ratings assigned are available at www.careratings.com and other CARE publications

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 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Fund-based - LT-Cash Credit	LT	-	-	-	1)CARE B (31-Oct-19) 2)CARE D; ISSUER NOT COOPERATING* (17-Jun-19)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (29-Mar-19) 2)CARE B+; Stable (04-Apr-18)	-
2.	Non-fund-based - LT/ ST-BG/LC	LT/ST	-	-	-	1)CARE B / CARE A4 (31-Oct-19) 2)CARE D / CARE D; ISSUER NOT COOPERATING* (17-Jun-19)	1)CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING* (29-Mar-19) 2)CARE B+; Stable / CARE A4 (04-Apr-18)	-
3.	Fund-based - LT-Term Loan	LT	-	-	-	1)CARE B (31-Oct-19) 2)CARE D; ISSUER NOT COOPERATING* (17-Jun-19)	1)CARE B+; Stable; ISSUER NOT COOPERATING* (29-Mar-19) 2)CARE B+; Stable (04-Apr-18)	-

Annexure 3: Complexity level of various instruments rated for this company

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/ 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.

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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

CARE's ratings are opinions on the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE's ratings do not convey suitability or price for the investor. CARE's ratings do not constitute an audit on the rated entity. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments. CARE or its subsidiaries/associates may also have other commercial transactions with the entity. In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is, inter-alia, based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors. CARE is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE's rating. Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

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