

Jindal Saw Limited

March 13, 2019

Ratings

Instruments	Amount (Rs. crore)	Ratings ¹	Rating Action
Commercial Paper	-	-	Withdrawn

Details of facilities in Annexure-1

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

CARE has withdrawn the rating assigned to the Commercial Paper issue of Jindal Saw Limited with immediate effect, as the company has repaid the aforementioned Commercial Paper issue in full and there is no amount outstanding under the issue as on date.

Analytical approach – Not Applicable

Applicable Criteria

[Policy on Withdrawal of ratings](#)

About the Company

J SAW, the flagship company of PR Jindal group, was incorporated in 1984 as SAW Pipes Ltd. The company got its present name in February 2005. The major products of J SAW include Longitudinal Submerged Arc Welded (LSAW) pipes, Helical SAW (HSAW) pipes, Ductile Iron (DI) pipes, seamless pipes and pellets. The company has five manufacturing facilities on the standalone basis at Kosi Kalan (UP), Mundra (Gujarat), Nashik (Maharashtra), Bellary (Karnataka) and Bhilwara (Rajasthan) respectively. J SAW has an installed capacity of 0.85 million tonnes per annum (MTPA), 0.74 MTPA, 0.22 MTPA and 0.48 MTPA for manufacturing of LSAW pipes, HSAW pipes, seamless pipes and DI pipes, respectively as on March 31, 2018. Besides this, it also has an iron ore mine at Bhilwara (Rajasthan) with a beneficiation plant and pellet plant with an installed capacity of 1.50 MTPA as on March 31, 2018.

Brief Financials (Rs.Crore)	FY17 (A)	FY18 (A)
Total operating income	6,151	7,557
PBILDT	1,169	1,243
PAT	386	394
Overall gearing (times)	0.76	0.77
Interest coverage (times)	3.08	2.99

A: Audited

Status of non-cooperation with previous CRA:

Not Applicable

Any other information:

Not Applicable

Any other information:

Not Applicable

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

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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****For detailed Rationale Report and subscription information, please contact us at www.careratings.com**

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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.

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In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is 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.

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Commercial Paper	-	-	-	0.00	Withdrawn

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 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017	Date(s) & Rating(s) assigned in 2015-2016
1.	Fund-based - LT-Term Loan	LT	1750.00	CARE AA-; Positive	-	1)CARE AA-; Positive (01-Dec-17)	1)CARE A+ (12-Sep-16)	1)CARE AA- (16-Oct-15)
2.	Debentures-Non Convertible Debentures	LT	-	-	-	1)Withdrawn (01-Dec-17)	1)CARE A+ (12-Sep-16)	1)CARE AA- (16-Oct-15)
3.	Commercial Paper	ST	-	-	-	1)Withdrawn (01-Dec-17)	1)CARE A1+ (12-Sep-16)	1)CARE A1+ (16-Oct-15)
4.	Fund-based - LT-Cash Credit	LT	1200.00	CARE AA-; Positive	-	1)CARE AA-; Positive (01-Dec-17)	1)CARE A+ (12-Sep-16)	1)CARE AA- (16-Oct-15)
5.	Debentures-Non Convertible Debentures	LT	100.00	CARE AA-; Positive	-	1)CARE AA-; Positive (01-Dec-17)	1)CARE A+ (12-Sep-16)	1)CARE AA- (16-Oct-15)
6.	Debentures-Non Convertible Debentures	LT	250.00	CARE AA-; Positive	-	1)CARE AA-; Positive (01-Dec-17)	1)CARE A+ (12-Sep-16)	1)CARE AA- (16-Oct-15)
7.	Debentures-Non Convertible Debentures	LT	-	-	-	1)Withdrawn (01-Dec-17)	1)CARE A+ (12-Sep-16)	1)CARE AA- (16-Oct-15)
8.	Non-fund-based - ST-BG/LC	ST	3800.00	CARE A1+	-	1)CARE A1+ (01-Dec-17)	1)CARE A1+ (12-Sep-16)	1)CARE A1+ (16-Oct-15)
9.	Commercial Paper	ST	-	-	-	1)CARE A1+ (08-Dec-17)	-	-

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