



## Press Release

### JS Auto Cast Foundry India Private Limited

October 03, 2023

#### Ratings

| Facilities                 | Amount<br>(Rs. crore)  | Ratings  | Rating Action  | <a href="#">Complexity<br/>Indicator</a> |
|----------------------------|--|--|--|--|
| Long Term Bank Facilities  | 39.25  | IVR BB; Negative;<br>Issuer Not<br>Cooperating* (IVR<br>Double B with<br>Negative outlook;<br>Issuer Not<br>Cooperating) | Revised from IVR<br>BB+ with Negative<br>outlook and<br>continued under<br>ISSUER NOT<br>COOPERATING<br>category | Simple                                   |
| Short Term Bank Facilities | 14.50  | IVR A4; Issuer Not<br>Cooperating* (IVR<br>A Four; Issuer Not<br>Cooperating)  | Revised from IVR<br>A4+ and continued<br>under ISSUER NOT<br>COOPERATING<br>category                             | Simple                                   |
| <b>Total</b>               | <b>53.75</b><br><b>(Rupees fifty three</b><br><b>crore and seventy</b><br><b>five lakh only)</b> |  |  |  |

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

#### Details of Facility are in Annexure 1

#### Detailed Rationale

The revision in rating is because of continuous non-cooperation by the company despite repeated follow ups and lack of adequate information leading to information availability risk for JS Auto Cast Foundry India Private Limited (JACFIPL) and hence uncertainty around its credit risk. The negative outlook is assigned due to information availability risk. Infomerics assesses whether the information available about the company is commensurate with its rating and reviews the same as per its policy. The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the company.

#### Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide E-mail communications dated September



## Press Release

01, 2023, September 06, 2023, September 11, 2023, and September 13, 2023, and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted all the essential details required for detailed review of the assigned ratings.

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the rating based on the best available information. Accordingly, the long-term/short-term rating assigned to the bank loan facilities aggregating to Rs.53.75 crore of JS Auto Cast Foundry India Private Limited shall be continued to remain under the 'ISSUER NOT COOPERATING' category by Infomerics and the long-term rating will be noted as IVR BB; Negative; Issuer Not Cooperating; Based on best available information (IVR Double B with Negative outlook; Issuer Not Co-operating; Based on best available information) and short-term rating will be noted as IVR A4; Issuer Not Cooperating; Based on best available information (IVR A Four; Issuer Not Co-operating; Based on best available information). The negative outlook is assigned due to information availability risk.

**Analytical Approach:** Standalone

### **Applicable Criteria**

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Rating Methodology for Manufacturing companies](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\)](#)

[Policy of default recognition](#)

**Liquidity:** Unable to comment due to non-availability of information despite repeated follow ups.

### **About the company**

Established in 2004, Coimbatore based JS Auto Cast Foundry India Pvt Ltd is engaged in manufacturing of machined iron foundry casting products, which are used in various industries like automobile, hydraulic, energy & power generation, mining, oil & gas, material handling and engineering industries. The main focus of the company is in non-auto-casting products. The Company's manufacturing facilities are ISO certified and winner of the Green foundry award. The facility consists of the design shop, foundry and machine shop, logistics department all in



## Press Release

single location. The facilities also have inhouse quality lab to conduct stringent quality checks on materials, as it is a critical quality determinant of the end product. The company caters both domestic and export market with export to countries like USA, France, Brazil etc. Mr. Subramaniam Jeevanantham is the Founder and Managing director of the company.

**Financials (Standalone):** Latest Financials not available

| (Rs. Crore)                |            |             |
|----------------------------|------------|-------------|
| For the year ended/ As on* | 31-03-2020 | 31-03-2021  |
|                            | Audited    | Provisional |
| Total Operating Income     | 291.81     | 258.22      |
| EBITDA                     | 44.25      | 43.92       |
| PAT                        | 15.92      | 11.73       |
| Total Debt                 | 121.35     | 144.53      |
| Tangible Net Worth         | 68.26      | 79.98       |
| EBITDA Margin (%)          | 15.16      | 17.01       |
| PAT Margin (%)             | 5.44       | 4.51        |
| Overall Gearing Ratio (x)  | 1.78       | 1.81        |

\* As per Infomerics Standard

**Status of non-cooperation with previous CRA:** The ratings of JS Auto Cast Foundry India Private Limited continue to be classified under Issuer Not Cooperating category by Crisil as per Press Release dated March 20, 2023, and by Acuite as per Press Release dated August 09, 2023, due to unavailability of information.

**Any other information:** Nil

**Rating History for last three years:**

| Sr. No. | Name of Instrument/ Facilities | Current Rating (Year 2023-24) |                                |   | Rating History for the past 3 years                    |   |   |
|---------|--------------------------------|-------------------------------|--------------------------------|---|--|---|---|
|         |                                | Type                          | Amount outstanding (Rs. Crore) | Rating                                    | Date(s) & Rating(s) assigned in 2022-23 (Aug 30, 2022) | Date(s) & Rating(s) assigned in 2021-22 (July 08, 2021) | Date(s) & Rating(s) assigned in 2020-21 |
| 1.      | Term Loan                      | Long Term                     | 25.10                          | IVR BB; Negative; Issuer Not Cooperating* | IVR BB+; Issuer Not Cooperating*                       | IVR BBB-; Stable  | -                                       |
| 2.      | Cash Credit                    | Long Term                     | 14.15                          | IVR BB; Negative; Issuer Not Cooperating* | IVR BB+; Issuer Not Cooperating*                       | IVR BBB-; Stable  | -                                       |



## Press Release

| Sr. No. | Name of Instrument/<br>Facilities | Current Rating (Year 2023-24) |                                   |                                    | Rating History for the past 3 years                             |  |   |
|---------|-----------------------------------|-------------------------------|-----------------------------------|------------------------------------|---|--|---|
|         |                                   | Type                          | Amount outstanding<br>(Rs. Crore) | Rating                             | Date(s) & Rating(s)<br>assigned in<br>2022-23<br>(Aug 30, 2022) | Date(s) & Rating(s)<br>assigned in<br>2021-22<br>(July 08, 2021) | Date(s) & Rating(s)<br>assigned in<br>2020-21 |
| 3.      | SLC                               | Short Term                    | 1.00                              | IVR A4;<br>Issuer Not Cooperating* | IVR A4+;<br>Issuer Not Cooperating*                             | IVR A3   | -   |
| 4.      | EPC/PCFC                          | Short Term                    | 6.50                              | IVR A4;<br>Issuer Not Cooperating* | IVR A4+;<br>Issuer Not Cooperating*                             | IVR A3   | -   |
| 5.      | Letter of Credit                  | Short Term                    | 7.00                              | IVR A4;<br>Issuer Not Cooperating* | IVR A4+;<br>Issuer Not Cooperating*                             | IVR A3   | -   |

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

### Name and Contact Details of the Rating Analyst:

|   |   |
|---|---|
| Name: Nidhi Sukhani<br>Tel: (033) 46022266<br>Email: <a href="mailto:nsukhani@infomerics.com">nsukhani@infomerics.com</a> | Name: Avik Podder<br>Tel: (033) 46022266<br>Email: <a href="mailto:apodder@infomerics.com">apodder@infomerics.com</a> |
|---|---|

### About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.



## Press Release

For more information visit [www.infomerics.com](http://www.infomerics.com)

**Disclaimer:** Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are 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 us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

### Annexure 1: Details of Facility

| Name of Facility | Date of Issuance | Coupon Rate/ IRR | Maturity Date | Size of Facility (Rs. Crore) | Rating Assigned/ Outlook                  |
|------------------|------------------|------------------|---------------|------------------------------|---|
| Term Loan        | -                | -                | Sep 2025      | 25.10                        | IVR BB; Negative; Issuer Not Cooperating* |
| Cash Credit      | -                | -                | -             | 14.15                        | IVR BB; Negative; Issuer Not Cooperating* |
| SLC              | -                | -                | -             | 1.00                         | IVR A4; Issuer Not Cooperating*           |
| EPC/PCFC         | -                | -                | -             | 6.50                         | IVR A4; Issuer Not Cooperating*           |
| Letter of Credit | -                | -                | -             | 7.00                         | IVR A4; Issuer Not Cooperating*           |

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

**Annexure 2: Facility wise lender details:** Not Available

**Annexure 3: List of companies considered for consolidated analysis:** Not Available

**Annexure 4: Detailed explanation of covenants of the rated instrument/facilities:** Not Applicable



## Press Release

**Note on complexity levels of the rated instrument:** Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at <https://www.infomerics.com/>

