



## Press Release

### Jai Gopal International Impex Private Limited

June 15, 2023

Facilities**	Amount (Rs. crore)	Previous Rating	Current Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	20.48	IVR BBB-/ Credit Watch with Developing Implications (IVR Triple B Minus; Credit Watch with Developing Implications)	IVR BB+/Negative/INC (IVR Double BB Plus with Negative Outlook, ISSUER NOT CO- OPERATING)	Downgraded and Migrated to ISSUER NOT CO- OPERATING*	Simple
Short Term Bank Facilities	45.00	IVR A3 (IVR A Three; Credit Watch with Developing Implications)	IVR A4+/INC (IVR A Four Plus, ISSUER NOT CO- OPERATING)	Downgraded and Migrated to ISSUER NOT CO- OPERATING*	Simple
<b>Total</b>	<b>65.48</b>	<b>Rupees Sixty Five Crore and Forty Eight Lakh Only</b>			

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

\*\* Details of facilities is given in Annexure-I

### Ratings

The rating has been migrated and downgraded to 'ISSUER NOT COOPERATING' category due to non-submission of information and fees.

### Detailed Rationale

The rating revision is because of lack of adequate information regarding Jai Gopal International Impex Private Limited's performance and hence the uncertainty around its credit risk. Infomerics Valuation and Rating Private Limited (IVR) assesses whether the information available about the company is commensurate with its rating and reviews the same as per its policy.

The rating was due for review in April 2023. IVR took up with issuer to provide required information vide multiple E-mail communications latest by June 13<sup>th</sup>, 2023 and through various telephonic calls. Despite the best efforts of IVR to get the minimum required information for a review, the company has not provided the same. In the absence of adequate information from the company, IVR is unable to assess the company's financial performance and its ability to



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service its debt and maintain a valid rating. IVR has been regularly seeking No default statement (NDS) from the company and the same has been submitted till April 2023. Hence, on account of inadequate information, IVR is unable to assess the company's financial performance and its ability to service its debt and maintain a valid rating. Accordingly, the lenders, investors and other users of this rating are requested to exercise adequate caution while using this rating as this rating may not adequately reflect the current credit risk profile of the company.

### **Non-cooperation by Issuer**

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics must assign the rating based on the best available information. Accordingly, the long-term and short-term ratings for the bank loan facilities of Jai Gopal International Impex Private Limited aggregating to Rs. 65.48 crore have been downgraded and migrated to 'ISSUER NOT COOPERATING' category by Infomerics and the rating for long term be noted as IVR BB+/Negative; ISSUER NOT CO-OPERATING; along with the short-term rating as IVR A4+; ISSUER NOT CO-OPERATING based on best available information.

### **Applicable Criteria**

[Rating Methodology for Trading Companies](#)

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

[Criteria of assigning rating outlook](#)

[Guidelines on What constitute Non-Cooperation](#)

### **About the company**

Jai Gopal International Impex Private Limited (JGIPL) was incorporated in January 1992. The company is currently engaged in trading and processing of timber wood logs and PVC Resins. The company entered trading of PVC Resins from April 2020 onwards. The company is currently managed by two directors named Mr. Vijender Gupta and Mr. Jai Gopal Gupta. The company procures timber logs from international market mainly from Africa, New Zealand, Malaysia, Canada, Germany, and some other Asian Countries, while PVC resins gets imported from China, Thailand, Taiwan and South Korea. The company sells its products to wholesalers located in Uttar Pradesh, Delhi & Maharashtra.



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### Financials (Standalone):

(Rs. crore)

For the year ended as on	31-03-2020	31-03-2021
	<b>Audited</b>	<b>Audited</b>
Total Operating Income	149.38	227.41
EBITDA	3.34	5.61
PAT	0.21	1.78
Total Debt	22.92	12.06
Tangible Networkth	18.17	19.95
EBITDA Margin (%)	2.24	2.47
PAT Margin (%)	0.14	0.78
Overall Gearing Ratio (x)	1.26	0.60

**Status of non-cooperation with previous CRA:** It is under ISSUER NOT COOPERATING CATEGORY by CARE ratings via press release dated 25<sup>th</sup> May 2022.

**Any other information:** Not Applicable

### 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 (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2022-23 19 <sup>th</sup> April 2022	Date(s) & Rating(s) assigned in 2021-22	Date(s) & Rating(s) assigned in 2020-21
1	Fund Based	Long Term	20.48	IVR BB+/Negative/INC (IVR Double BB Plus/Negative/ISSUER NOT CO-OPERATING)	IVR BBB-/Credit Watch with Developing Implications	-	-
2	Non-Fund Based	Short Term	45.00	IVR A4+/INC (IVR A Four Plus/ISSUER NOT CO-OPERATING)	IVR A3/ Credit Watch with Developing Implications	-	-



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

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### About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI). Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating. Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks. Infomerics has a pan India presence with Head Office in Delhi, branches in major cities and representatives in several locations.

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 Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	5.00	IVR BB+/Negative/IN C (IVR Double BB Plus/Negative/ ISSUER NOT CO-OPERATING)
Cash Credit/OD	-	-	-	15.48	IVR BB+/Negative/IN C (IVR Double BB



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					Plus/Negative/ ISSUER NOT CO-OPERATING)
Letter of credit	-	-	-	45.00	IVR A4+/INC (IVR A Four Plus/ ISSUER NOT CO-OPERATING)

**Annexure 2: List of companies considered for consolidated analysis:** Not Applicable

**Annexure 3: Facility wise lender details:** [Len-JaiGopal-jun23.pdf \(infomerics.com\)](#)

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

**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 [Complexity Level of Rated Instruments/Facilities](#).