



Press Release

Jai Gopal International Impex Private Limited

July 22, 2024

Ratings:

Facilities/ Instruments	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	20.48	'IVR BB-/Negative; ISSUER NOT COOPERATING* [IVR Double B minus with Negative Outlook; Issuer Not Cooperating*]	IVR BB+/Negative/ ISSUER NOT COOPERATING* (IVR Double B Plus with Negative Outlook, Issuer Not Cooperating)	Downgraded and continued under Issuer Not Cooperating Category	Simple
Short Term Bank Facilities	45.00	IVR A4; ISSUER NOT COOPERATING* [IVR A Four; Issuer Not Cooperating *]	IVR A4+/ ISSUER NOT COOPERATING* (IVR A Four Plus, Issuer Not Cooperating)	Downgraded and continued under Issuer Not Cooperating Category	Simple
Total	65.48	(Rupees Sixty-Five Crore and Forty-Eight Lakhs only)			

**Issuer did not cooperate; Based on best available information*

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics Ratings has downgraded its long-term rating as well as the short-term ratings assigned to the bank facilities of Jai Gopal International Impex Private Limited and continued under "ISSUER NOT COOPERATING" category due to non-submission of information and lack of management corporation.

The aforesaid rating action to the bank facilities of Jai Gopal International Impex Private Limited reflects lack of adequate information available about the performance of the company and hence the uncertainty around its credit risk. Infomerics Ratings assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

Infomerics Ratings has rated the bank loan facilities of Jai Gopal International Impex Private Limited in June 2023. Despite close follow up through telephone calls and mails dated May



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14, 2024, May 20, 2024, May 27, 2024, June 03, 2024, June 07, 2024, June 20, 2024, and July 16, 2024, and concurrently over multiple phone calls for submission of required information for review and failure to submit minimum required information for a review is considered as an act of non-cooperation. In the absence of adequate information from the company, Infomerics Ratings 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. Based upon the same Infomerics Ratings has downgraded and continued the rating to IVR BB-/Negative; ISSUER NOT COOPERATING for the long-term bank facilities and has downgraded and continued the rating to 'IVR A4; ISSUER NOT COOPERATING' for short term bank facilities of Jai Gopal International Impex Private Limited.

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 Ratings has to assign the rating based on the best available information. Accordingly, the bank loan facilities of Jai Gopal International Impex Private Limited, aggregating to Rs 65.48 crore have been continued under the 'ISSUER NOT COOPERATING' category and the rating for long term be noted as 'IVR BB-/Negative; ISSUER NOT COOPERATING' and rating for short-term be 'IVR A4; ISSUER NOT COOPERATING' by IVR based on best available information.

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Trading Companies](#)

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

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

[Criteria for assigning rating outlook](#)

[Policy on default recognition & Post- Default Curing Period](#)

[Complexity level of rated instruments/facilities](#)

Liquidity: Unable to comment due to lack of adequate information



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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 get imported from China, Thailand, Taiwan and South Korea. The company sells its products to wholesalers located in Uttar Pradesh, Delhi & Maharashtra.

Financials (Standalone): Latest financials are not available.

For the year ended as on	(Rs. Crore)	
	31-03-2020	31-03-2021
	Audited	Audited
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
Interest Coverage (x)	1.04	1.51

**Classification as per Infomerics` Standard*

Status of non-cooperation with previous CRA: CARE Rating Limited vide its press release dated June 19, 2023, has continued to classify the case under Issuer Not Cooperating category on account of non-submission of relevant information.

Any other information: Not Applicable



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Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Rating (Year 2024-25)			Rating History for the past 3 years		
		Type	Amount (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 June 15, 2023	Date(s) & Rating(s) assigned in 2022-23 April 19, 2022	Date(s) & Rating(s) assigned in 2021-22
1	Fund Based	Long Term	20.48	IVR BB-/Negative/ISSUER NOT COOPERATING* (IVR Double B minus /Negative/ Issuer Not Cooperating*)	IVR BB+/Negative/ISSUER NOT COOPERATING* (IVR Double B Plus/Negative/ Issuer Not Cooperating*)	IVR BBB-/Credit Watch with Developing Implications	-
2	Non-Fund Based	Short Term	45.00	IVR A4/ ISSUER NOT COOPERATING* (IVR A Four Plus/ Issuer Not Cooperating*)	IVR A4+/ ISSUER NOT COOPERATING* (IVR A Four Plus/ Issuer Not Cooperating*)	IVR A3/ Credit Watch with Developing Implications	-

* Issuer did not cooperate; based on best available information

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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



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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.

For more information visit www.infomerics.com.

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Annexure 1: Instrument/Facility Details

Name of Facility	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	-	5.00	IVR BB- /Negative/ ISSUER NOT COOPERATING*
Cash Credit/OD	-	-	-	-	15.48	IVR BB- /Negative/ ISSUER NOT COOPERATING*
Letter of credit	-	-	-	-	45.00	IVR A4/ ISSUER NOT COOPERATING*

* Issuer did not cooperate; based on best available information



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Annexure 2: Facility wise lender details:

<https://www.infomerics.com/admin/prfiles/len-JaiGopal-july24.pdf>

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

Annexure 4: List of companies considered for consolidated analysis: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it based on complexity and a note thereon is available at www.infomerics.com.

