



SMERA RATINGS LIMITED

**J. G. Agro Foods
(JGAF)****Rating
Rationale****November 03, 2014**

Facilities	Amount (Rs. Crore)	Rating
Cash Credit	8.00	SMERA D (Assigned)
Term Loan	3.91	SMERA D (Assigned)

SMERA has assigned a rating of '**SMERA D' (read as SMERA D)** to the Rs.11.91 crore bank facilities of J. G. Agro Foods (JGAF). The rating reflects delays in repayment of debt by the firm. The rating also reflects the firm's short track record of operations, small operating scale, weak financial profile and working capital-intensive operations.

About the firm

JGAF, established in April 2013, is a Punjab-based partnership firm promoted by Mr. Vijay Kumar Chhabra, Mr. Pritam Dass, Mr. Kharait Lal and Mr. Pawan Kumar. JGAF is engaged in processing of basmati rice. The firm also undertakes custom milling of rice.

For FY2013-14, JGAF reported profit after tax (PAT) of Rs.0.01 crore on operating income of Rs.12.92 crore. JGAF's net worth stood at Rs.1.36 crore as on March 31, 2014.

Contact List:

Media/Business Development	Analytical Contacts	Rating Desk
Mr. Virendra Goyal Vice President, SME – Sales Tel: +91-22-6714 1177 Cell: +91 9930074009 Email: virendra.goyal@smera.in Web: www.smera.in	Mr. Ashutosh Satsangi Vice President – Operations Tel: +91-22-6714 1107 Email: ashutosh.satsangi@smera.in	Tel: +91 22 6714 1170 Email: ratingdesk@smera.in

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