

Press Release

J.K.Non Woven Bags Private Limited (JK)

January 15, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 7.22 Cr. #
Long Term Rating	SMERA D Issuer not co-operating*

Refer Annexure for details

* The issuer did not co-operate; based on best available information.

SMERA has reviewed long-term rating of '**SMERA D' (read as SMERA D)** on the Rs. 7.22 crore bank facilities of J.K Non Woven Bags Private Limited (JK). This is an indicative rating.

Non-cooperation by the issuer/borrower

SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer / borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing Entities - <https://www.smera.in/criteria-manufacturing.htm>

Limitation regarding information availability

The rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the rated entity

JK, incorporated in June 2012, is a Surat-based company engaged in manufacturing of non-woven bags, bouffant caps and masks. The company commenced commercial operations in February 2013 at Surat, with installed capacity of 200 tonnes per month (for bags) and 1,00,000 pieces per day for surgical caps and masks.

For FY2015-16, JK reported profit after tax (PAT) of Rs.0.06 crore (Provisional) on operating income of Rs.18.63 crore as compared with PAT of Rs.0.03 crore on operating income of Rs.14.96 crore in FY2014-15.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
11-Aug-2016	Term Loan	Long Term	INR 3.72	SMERA D (Downgraded)
	Cash Credit	Long Term	INR 3.50	SMERA D (Downgraded)
28-May-2015	Term Loan	Long Term	INR 3.72	SMERA B+/Stable (Assigned)
	Cash Credit	Long Term	INR 3.50	SMERA B+/Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.72	SMERA D Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	3.50	SMERA D Issuer not co-operating*

*The issuer did not co-operate; based on best available information.

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ABOUT SMERA

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