

August 24, 2015

Facilities	Amount (Rs. Crore)	Rating
Cash Credit	4.00	SMERA BB/ Stable (Assigned)
Overdraft	2.00	SMERA BB/ Stable (Assigned)
Bank Guarantee	25.20	SMERA A4+ (Assigned)
Cash Credit (proposed)	1.00	SMERA BB/ Stable (Assigned)
Bank Guarantee (proposed)	2.80	SMERA A4+ (Assigned)

SMERA has assigned a long term rating of '**SMERA BB**' (read as SMERA double B) on Rs. 7.00 crore fund based bank facilities and short term rating of '**SMERA A4+**' (read as SMERA A four plus) on Rs.28.00 crore non-fund based bank facilities of J C Infra Corporation Limited (JCICL). The outlook is '**Stable**'. The ratings draws comfort from company's moderate financial risk profile marked by healthy debt protection metrics and moderate return indicators. The ratings also take into Cognizance the Company's healthy order book position reflected as unexecuted orders of ~Rs.60.00 in FY2016 and experienced management of the company. However, the rating is constrained by the company's working capital-intensive operations and uncertainty of business procurement in tender based business,

Outlook: Stable

SMERA believes JCICL will maintain a stable business risk profile over the medium term. The company will continue to benefit from its experienced management. The outlook may be revised to 'Positive' in case the company registers higher-than-expected growth in revenues and net cash accruals while achieving efficient working capital management. Conversely, the outlook may be revised to 'Negative' in case the company registers lower-than-expected revenues and net cash accruals, or in case of deterioration in the company's financial risk profile and liquidity position.

Rating Sensitivity Factors

- Management of working capital funds
- Improvement in profitability margins

Disclaimer: A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.smera.in) for the latest information on any instrument rated by SMERA.

About the Company

JCICL, established in 2008, is a Shilong- Meghalaya based company promoted by Mr. Subhash Jhunjhunwala and Mrs. Manisha Jhunjhunwala. The company is engaged in the undertaking civil construction projects for several government organisations like State Public Works Department (PWD), National Buildings Construction Corporation Limited (NBCC) and National Project Construction Corporation Limited (NPCC).

For FY2013-14, JCICL reported net profit of Rs.2.32 crore on total income of Rs.53.73 crore, as compared with net profit of Rs.1.35 crore on total income of Rs.35.78 crore in FY2012-13. The company has achieved operating income of Rs. 51.77 crore –provisional in FY2014-15. JCICL's net worth stood at Rs.28.63 crore as on March 31, 2014, as compared with Rs.26.32 crore a year earlier.

Contact List:

Media/Business Development	Analytical Contact	Rating Desk
Antony Jose Vice President – Business Development, Mid Corporate Tel: +91-22-6714 1191 Cell: +91 9820802479 Email: antony.jose@smera.in Web: www.smera.in	Parimal Thakker Assistant Vice President – Corporate Ratings Tel: +91-11-41731312 Email: parimal.thakker@smera.in	Tel: +91-22-6714 1184 Email: ratingdesk@smera.in

Disclaimer: A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.smera.in) for the latest information on any instrument rated by SMERA.