

## Press Release

### Jai Balaji Jyoti Steels Limited

September 26, 2017



## Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 62.97 Cr. #
<b>Long Term Rating</b>	SMERA D Issuer not co-operating*
<b>Short Term Rating</b>	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**) and short term rating of '**SMERA D**' (read as '**SMERA D**') on the Rs. 62.97 crore bank facilities of Jai Balaji Jyoti Steels Limited. This rating is now an indicative rating and is based on best available information.

### 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>
- Financial Ratios And Adjustments - <https://www.smera.in/criteria-fin-ratios.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

Jai Balaji Jyoti Steels Limited (JBJS), part of the Jai Balaji group, was incorporated in 2003 by Mr. Jajodia and family. The Kolkata-based company is engaged in the manufacture of sponge iron and MS ingots/billets at Sundargarh, Orissa.

For FY2014-15, JBJS reported net profit of Rs.0.51 crore on operating income of Rs.178.01 crore, compared to net loss of Rs.0.06 crore on operating income of Rs.153.72 crore in FY2013-14. The net worth stood at Rs.60.65 crore as on 31 March, 2015 compared to Rs.59.33 crore a year earlier.

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
19-Aug-2016	Cash Credit	Long	INR 55.97	SMERA D

		Term		
	Letter of Credit	Short Term	INR 5	SMERA D
	Bank Guarantee	Short Term	INR 2	SMERA D

#### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	38.00	SMERA D Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.97	SMERA D Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	10.00	SMERA D Issuer not co-operating*
Letter of credit	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA D Issuer not co-operating*
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	2.00	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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