

Press Release
JAGADEESH MARINE EXPORTS (JME)



March 29, 2019

Rating Withdrawn

Total Bank Facilities Rated*	Rs. 89.40 Cr. #
Long Term Rating	ACUITE BB+ (Withdrawn)
Short Term Rating	ACUITE A4+ (Withdrawn)

* Refer Annexure for details

Rating Rationale

Acuité has withdrawn long-term rating of '**ACUITE BB+** (read as ACUITE double B plus) and short-term rating of '**ACUITE A4+** (read as ACUITE A four plus) on the Rs.89.40 Crore bank facilities of Jagadeesh Marine Exports. The rating withdrawal is in accordance with Acuité's 'Policy on Withdrawal of Ratings'.

About the Rated Entity

Established in 1998 as a partnership firm by Mr. Thota Jagadeesh, JME is engaged in the processing and export of shrimps at Bhimavaram town (Andhra Pradesh). The firm generates around 50 percent revenue from shrimp export to USA with the balance from Netherland, UK, UAE and Vietnam, among others.

About the Rated Entity - Key Financials

	Unit	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	298.67	247.06	188.41
EBITDA	Rs. Cr.	14.45	12.93	10.32
PAT	Rs. Cr.	4.48	3.41	3.29
EBITDA Margin (%)	(%)	4.84	5.23	5.48
PAT Margin (%)	(%)	1.50	1.38	1.75
ROCE (%)	(%)	12.22	13.39	26.77
Total Debt/Tangible Net Worth	Times	4.13	2.90	1.76
PBDIT/Interest	Times	2.86	2.58	3.71
Total Debt/PBDIT	Times	5.58	5.40	3.60
Gross Current Assets (Days)	Days	129	110	92

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Note on complexity levels of the rated instrument

<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
23rd March-2019	PC/FDB	Long Term	72.00	ACUITE BB+ /Stable (Assigned)
	Stand By Limit-Packing Credit	Long Term	14.40	ACUITE A4+ (Downgraded from ACUITE A3+)
	FBN/FBP/FBD/PSFC /FBE	Long Term	22.00	ACUITE BBB- (Withdrawn)
	Stand By Line of Credit	Long Term	4.40	ACUITE BBB- (Withdrawn)
	Bank guarantee/Letter of Guarantee	Short Term	3.00	ACUITE A4+ (Downgraded from ACUITE A3+)
2nd June-2018	PC/PCFC	Short Term	35.00	ACUITE A3+ Issuer not cooperating*
	Stand By Line of Credit	Short Term	7.00	ACUITE A3+ Issuer not cooperating*
	FBN/FBP/FBD/PSFC /FBE	Long Term	22.00	ACUITE BBB- Issuer not cooperating*
	Stand By Line of Credit	Long Term	4.40	ACUITE BBB- Issuer not cooperating*
	Bank guarantee/Letter of Guarantee	Short Term	3.00	ACUITE A3+ Issuer not cooperating*
17th March '2017	PC/PCFC	Short Term	35.00	ACUITE A3+ (Assigned)
	Stand By Line of Credit	Short Term	7.00	ACUITE A3+ (Assigned)
	FBN/FBP/FBD/PSFC /FBE	Long Term	22.00	ACUITE BBB-/Stable (Assigned)
	Stand By Line of Credit	Long Term	4.40	ACUITE BBB-/Stable (Assigned)
	Bank guarantee/Letter of Guarantee	Short Term	3.00	ACUITE A3+ (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
PC/FDB	Not Applicable	Not Applicable	Not Applicable	72.00	ACUITE BB+ (Withdrawn)
Stand By Limit-Packing Credit	Not Applicable	Not Applicable	Not Applicable	14.40	ACUITE A4+ (Withdrawn)
Bank Guarantee/Letter of Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4+ (Withdrawn)

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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