

Press Release

Japtech Industries (JI)

04 April, 2018



Rating Update

Total Bank Facilities Rated	Rs.18.00 crore
Long Term Rating	SMERA BB Issuer not co-operating*
Short Term Rating	SMERA A4+ Issuer not co-operating*

Refer Annexure for details of instrument.

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

SMERA has reviewed the long term rating of '**SMERA BB**' (read as SMERA double B) and short term rating of '**SMERA A4+**' (read as SMERA A four plus) on Rs.18.00 crore bank facilities of Japtech Industries (JI). 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 review & 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.smerra.in/criteria-default.htm>
- Manufacturing Entities- <https://www.smerra.in/criteria-manufacturing.htm>
- Financial Ratios And Adjustments - <https://www.smerra.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 endeavored 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:

Japtech Industries (JI) was established in 1988 as a partnership firm by Mr. Naresh Agarwal, Ms. Sunita L. Agarwal, Mr. Aman Agarwal and Ms. Poonam M Mittal. The firm is engaged in manufacturing of auto sheet metal press components used in commercial vehicles. The firm caters to Tata Motors, Mahindra & Mahindra, Piaggio, and AMW Motors and so on.

For FY2016-17, JI reported Profit after tax (PAT) of Rs.0.70 crore on operating income of Rs.83.78 crore as compared with PAT of Rs.0.21 crore on operating income of Rs.82.18 crore in FY2015-16.

Rating History for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
03-March-2017	Term Loan	Long Term	6.00	SMERA BB/Stable (Withdrawn)
	Cash Credit	Long Term	15.00	SMERA BB/Stable (Reaffirmed)
	Letter of Credit	Short Term	3.00	SMERA A4+ (Reaffirmed)
21-November-2016	Term Loan	Long Term	6.00	SMERA BB/Stable (Reaffirmed)
	Cash Credit	Long Term	15.00 (enhanced from Rs.8.00 crore)	SMERA BB/Stable (Reaffirmed)
	Letter of Credit	Short Term	3.00 (reduced from Rs.10.00 crore)	SMERA A4+ (Reaffirmed)
24-August-2015	Term Loan	Long Term	6.00	SMERA BB/Stable (Assigned)
	Cash Credit	Long Term	8.00	SMERA BB/Stable (Assigned)
	Letter of Credit	Short Term	10.00	SMERA A4+ (Assigned)

Annexure – Details of instruments rated:

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	NA	NA	NA	15.00	SMERA BB Issuer not co-operating*
Letter of Credit	NA	NA	NA	3.00	SMERA A4+ 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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