

## Press Release

Japtech Industries (JI)

04 April, 2018

### Rating Update



<b>Total Bank Facilities Rated</b>	Rs.18.00 crore
<b>Long Term Rating</b>	SMERA BB Issuer not co-operating*
<b>Short Term Rating</b>	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.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 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	<b>SMERA BB</b> Issuer not co-operating*
Letter of Credit	NA	NA	NA	3.00	<b>SMERA A4+</b> Issuer not co-operating*

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

### Contacts

Analytical	Rating Desk
VinayakNayak Head – Ratings Operations Tel: 022-67141190 <a href="mailto:vinayak.nayak@smera.in">vinayak.nayak@smera.in</a>  Aditi Shah, Rating Analyst, Tel: 022-67141371 Email: <a href="mailto:aditi.shah@smera.in">aditi.shah@smera.in</a>	Varsha Bist Manager - Rating Desk Tel: 022-67141160 <a href="mailto:varsha.bist@smera.in">varsha.bist@smera.in</a>

## ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities, and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, Certificate of Deposit etc.. For more details, please visit [www.smera.in](http://www.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](http://www.smera.in)) for the latest information on any instrument rated*  
*by SMERA*

