

Press Release

Jagannath Polymers Limited

June 17, 2022



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	4.00	-	ACUITE A4 Reaffirmed Issuer not co-operating*
Bank Loan Ratings	7.00	ACUITE C Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	11.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE C**' (read as ACUITE C) from 'ACUITE B' (read as ACUITE B) and reaffirmed the short-term rating of 'ACUITE A4' (read as ACUITE A four) to the Rs.5.00 Cr bank facilities of Jagannath Polymers Limited (JPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information. The downgrade is on the basis of delay in servicing its debt obligations of the term loan facility.

About the Company

Jagannath Polymers Limited (JPL) was established in the year 1996 by Mr. Manoj Kumar Subudhi and Mr. Saroj Kumar Subudhi. The company is engaged in manufacturing Polypropylene and HDPE woven sacks and bags with an installed capacity of 50 Lakh pcs per month. The manufacturing facility is located in Cuttack, Orissa.

About the Group

Jagannath Polypacks Limited (JPL) was established in the year of 2007 by Mr. Manoj Kumar Subudhi and Mr. Saroj Kumar Subidhi. The company is engaged in manufacturing Polypropylene and HDPE woven sacks and bags with an installed capacity of 70 Lakh pcs per month. The manufacturing facility is located in Cuttack, district of Orissa.

Jagannath Plastipacks Limited (JPL) was established in the year of 1984 by Mr. Manoj Kumar Subudhi and Mr. Saroj Kumar Subidhi. The company is engaged in manufacturing Polypropylene and HDPE woven sacks and bags with an installed capacity of 45 Lakh pcs per month. The manufacturing facility is located in Cuttack, district of Orissa.

Non-cooperation by the issuer/borrower:

Acuite 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 the due date. This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

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). Acuité endeavoured to gather information about the entity/ industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit ratings based.

About the Rated Entity - Key Financials

The rated entity has not shared the latest Financial Statements despite repeated attempts.

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

Material Covenants

None

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Outlook

Not Applicable

Status of non-cooperation with previous CRA

CRISIL, vide its press release dated June 24, 2021 had reaffirmed the rating of Jagannath Polymers Limited to 'CRISIL B; ISSUER NOT COOPERATING'.

Any other information

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

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
02 Feb 2022	Bank Guarantee	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	7.00	ACUITE B (Issuer not co-operating*)
04 Nov 2020	Bank Guarantee	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
	Cash Credit	Long Term	7.00	ACUITE B (Issuer not co-operating*)
13 Aug 2019	Cash Credit	Long Term	7.00	ACUITE B (Issuer not co-operating*)
	Bank Guarantee	Short Term	4.00	ACUITE A4 (Issuer not co-operating*)
18 Jun 2018	Cash Credit	Long Term	7.00	ACUITE B Stable (Assigned)
	Bank Guarantee	Short Term	4.00	ACUITE A4 (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Canara Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	4.00	ACUITE A4 Reaffirmed Issuer not co-operating*
Canara Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE C Downgraded Issuer not co-operating*

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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