



Press Release

Jai Ganesh Ispat And Ferro Alloys Private Limited

December 08, 2023

Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	31.82	ACUITE BB+ Reaffirmed Issuer not co-operating*	-
Bank Loan Ratings	1.18	-	ACUITE A4+ Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	33.00	-	-

Rating Rationale

Acuite has reaffirmed the 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.33.00 crore bank facilities of Jai Ganesh Ispat and Ferro Alloys Private Limited. The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information

About the Company

Jai Ganesh Ispat and Ferro Alloys Private Limited (JGIFAPL) is a Goa based company, incorporated in 2004. Mr. Siddharth Goyal and his wife Mrs. Sonia Goyal are the directors of the company. The company is engaged in trading of steel and steel products. JGI is the sole authorized distributor for JSW Steel Ltd.'s products in Goa. It has a service centre in Goa named 'JSW Explore' which provides customized sizes of steel products to clients through value-added services such as slitting, cutting, shearing, etc.

About the Group

Goa-based Ganesh Sales Corporation (GSC) is a proprietorship concern established in 1997. The company was established by Mr. Siddharth Goyal and is engaged in trading of steel and steel products and deal in multiple products

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.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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). Acuite endeavored to gather

information about the entity/industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Rating Sensitivity

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

All Covenants

Not Applicable.

Liquidity Position

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

Outlook

Not Applicable.

Other Factors affecting Rating

Not Applicable.

Key Financials

Particulars	Unit	FY 21 (Provisional)	FY 20 (Actual)
Operating Income	Rs. Cr.	217.91	216.89
PAT	Rs. Cr.	8.99	7.25
PAT Margin	(%)	4.12	3.34
Total Debt/Tangible Net Worth	Times	0.69	0.68
PBDIT/Interest	Times	6.70	5.81

Status of non-cooperation with previous CRA

Not Applicable.

Any other information

None.

Applicable Criteria

- Trading Entities: <https://www.acuite.in/view-rating-criteria-61.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
14 Sep 2022	Channel Financing	Long Term	18.75	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	4.82	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	8.25	ACUITE BB+ (Downgraded and Issuer not co-operating*)
	Bank Guarantee	Short Term	1.18	ACUITE A4+ (Downgraded and Issuer not co-operating*)
21 Jun 2021	Term Loan	Long Term	4.82	ACUITE BBB+ Stable (Assigned)
	Bank Guarantee	Short Term	1.18	ACUITE A2+ (Assigned)
	Channel Financing	Long Term	18.75	ACUITE BBB+ Stable (Assigned)
	Cash Credit	Long Term	8.25	ACUITE BBB+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
State Bank of India	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	1.18	ACUITE A4+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	8.25	ACUITE BB+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Channel/Dealer/Vendor Financing	Not Applicable	Not Applicable	Not Applicable	Simple	18.75	ACUITE BB+ Reaffirmed Issuer not co-operating*
State Bank of India	Not Applicable	Term Loan	01 Sep 2020	7.50	31 Aug 2024	Simple	4.82	ACUITE BB+ Reaffirmed Issuer not co-operating*

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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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