

Press Release

Centurion Remedies Private Limited

August 09, 2022



Rating Downgraded & Withdrawn and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|---|---------------------|--|--|
| Bank Ratings Loan | 15.94 | ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* | - |
| Bank Ratings Loan | 7.43 | - | ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* |
| Total Outstanding Quantum (Rs. Cr) | 0.00 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 23.37 | - | - |

Rating Rationale

Acuite has withdrawn and downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) and the short term rating to '**ACUITE A4+**' (read as **ACUITE A4 plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs.23.37 crore bank facilities of Centurion Remedies Private Limited (CRPL). The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating. The rating is now indicative rating and is downgraded on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About the Company

Baroda based, CRPL was established as a proprietorship firm in 1986 by Mr. Ambalal Patel and converted into a private limited company in 2003. The company is engaged in the manufacturing of generic formulations and also undertakes contract manufacturing apart from catering to merchant exporters and state government bodies in India. The manufacturing unit is located at Baroda, Gujarat.

About the Group

Centurion Group includes Centurion Remedies Private Limited (CRPL) and Centurion Laboratories Private Limited (CLPL). The group is engaged in the manufacturing and exports of a wide range of veterinary and allopathic products, as well as generic formulations for merchant exporters, domestic formulators and state government bodies. The group is promoted by Mr. Dhruval Patel and Mr. Ambalal Patel who have more than 20 years of experience in the pharmaceutical industry.

Non-cooperation by the issuer/borrower

Acuité 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 due date.

Acuité 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 Acuité'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 endeavored 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 rating is based.

Rating Sensitivities

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

Material Covenants

None

Liquidity Position

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

Outlook

Not applicable

Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

Not applicable

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

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|------|--------------------------------|-----------|-----------------|---------------------------------|
| | Term Loan | Long Term | 2.42 | ACUITE BBB- Stable (Assigned) |

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|-------------|---------------------------|------------|------|-------------------------------------|
| 18 May 2021 | Packing Credit | Short Term | 1.00 | ACUITE A3 (Reaffirmed) |
| | Term Loan | Long Term | 0.30 | ACUITE BBB- (Withdrawn) |
| | Term Loan | Long Term | 1.97 | ACUITE BBB- Stable (Assigned) |
| | Term Loan | Long Term | 3.05 | ACUITE BBB- Stable (Assigned) |
| | Working Capital Term Loan | Long Term | 2.00 | ACUITE BBB- Stable (Assigned) |
| | Working Capital Term Loan | Long Term | 0.17 | ACUITE BBB- (Withdrawn) |
| | Letter of Credit | Short Term | 2.00 | ACUITE A3 (Reaffirmed) |
| | Bills Discounting | Short Term | 2.50 | ACUITE A3 (Assigned) |
| | Cash Credit | Long Term | 6.50 | ACUITE BBB- Stable (Reaffirmed) |
| | Bank Guarantee | Short Term | 1.93 | ACUITE A3 (Reaffirmed) |
| 17 Aug 2020 | Packing Credit | Short Term | 1.00 | ACUITE A3 (Reaffirmed) |
| | Working Capital Term Loan | Long Term | 0.17 | ACUITE BBB- Stable (Reaffirmed) |
| | Letter of Credit | Short Term | 1.00 | ACUITE A3 (Reaffirmed) |
| | Term Loan | Long Term | 0.30 | ACUITE BBB- Stable (Reaffirmed) |
| | Bank Guarantee | Short Term | 2.00 | ACUITE A3 (Reaffirmed) |
| | Cash Credit | Long Term | 4.50 | ACUITE BBB- Stable (Reaffirmed) |
| 28 May 2019 | Packing Credit | Short Term | 1.00 | ACUITE A3 (Reaffirmed) |
| | Cash Credit | Long Term | 0.30 | ACUITE BBB- Negative (Reaffirmed) |
| | Term Loan | Long Term | 4.50 | ACUITE BBB- Negative (Reaffirmed) |
| | Working Capital Term Loan | Long Term | 0.17 | ACUITE BBB- Negative (Reaffirmed) |
| | Bank Guarantee | Short Term | 2.00 | ACUITE A3 (Reaffirmed) |
| | Letter of Credit | Short Term | 1.00 | ACUITE A3 (Reaffirmed) |
| 06 Mar 2018 | Term Loan | Long Term | 0.30 | ACUITE BBB- Stable (Reaffirmed) |
| | Cash Credit | Long Term | 4.50 | ACUITE BBB- Stable (Reaffirmed) |
| | Working Capital Term Loan | Long Term | 0.17 | ACUITE BBB- Stable (Reaffirmed) |
| | | Short | | |
| | Packing Credit | Term | 1.00 | ACUITE A3 (Assigned) |
| | Letter of Credit | Short Term | 1.00 | ACUITE A3 (Reaffirmed) |
| | Bank Guarantee | Short Term | 2.00 | ACUITE A3 (Reaffirmed) |

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|-------------|---------------------------|------------|------|--|
| 09 Jan 2018 | Term Loan | Long Term | 1.54 | ACUITE BBB- (Issuer not co-operating*) |
| | Working Capital Term Loan | Long Term | 0.93 | ACUITE BBB- (Issuer not co-operating*) |
| | Cash Credit | Long Term | 4.50 | ACUITE BBB- (Issuer not co-operating*) |
| | Letter of Credit | Short Term | 1.00 | ACUITE A3 (Issuer not co-operating*) |
| | Bank Guarantee | Short Term | 1.00 | ACUITE A3 (Issuer not co-operating*) |
| 29 Aug 2016 | Term Loan | Long Term | 1.54 | ACUITE BBB- Stable (Reaffirmed) |
| | Working Capital Term Loan | Long Term | 0.93 | ACUITE BBB- Stable (Reaffirmed) |
| | Cash Credit | Long Term | 4.50 | ACUITE BBB- Stable (Reaffirmed) |
| | Letter of Credit | Short Term | 1.00 | ACUITE A3 (Reaffirmed) |
| | Bank Guarantee | Short Term | 1.00 | ACUITE A3 (Reaffirmed) |
| 22 May 2015 | Term Loan | Long Term | 1.54 | ACUITE BBB- Stable (Assigned) |
| | Working Capital Term Loan | Long Term | 0.93 | ACUITE BBB- Stable (Assigned) |
| | Cash Credit | Long Term | 4.50 | ACUITE BBB- Stable (Assigned) |
| | Letter of Credit | Short Term | 1.00 | ACUITE A3 (Assigned) |
| | Bank Guarantee | Short Term | 1.00 | ACUITE A3 (Assigned) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Quantum (Rs. Cr.) | Rating |
|-------------------|----------------|------------------------------------|------------------|----------------|----------------|-------------------|---|
| Indusind Bank Ltd | Not Applicable | Bank Guarantee/Letter of Guarantee | Not Applicable | Not Applicable | Not Applicable | 1.93 | ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A3) |
| Indusind Bank Ltd | Not Applicable | Bills Discounting | Not Applicable | Not Applicable | Not Applicable | 2.50 | ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A3) |
| Indusind Bank Ltd | Not Applicable | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 6.50 | ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BBB-) |
| Indusind Bank Ltd | Not Applicable | Letter of Credit | Not Applicable | Not Applicable | Not Applicable | 2.00 | ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A3) |
| Indusind Bank Ltd | Not Applicable | PC/PCFC | Not Applicable | Not Applicable | Not Applicable | 1.00 | ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A3) |
| Indusind Bank Ltd | Not Applicable | Term Loan | Not available | Not available | Not available | 3.05 | ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE |

| | | | | | | | |
|-------------------|----------------|---------------------------|---------------|---------------|---------------|------|---|
| | | | | | | | BBB-) |
| Indusind Bank Ltd | Not Applicable | Term Loan | Not available | Not available | Not available | 2.42 | ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BBB-) |
| Indusind Bank Ltd | Not Applicable | Term Loan | Not available | Not available | Not available | 1.97 | ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BBB-) |
| Indusind Bank Ltd | Not Applicable | Working Capital Term Loan | Not available | Not available | Not available | 2.00 | ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BBB-) |

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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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