

Press Release

Uttaranchal Biotech Limited

October 29, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 21.00 Cr.
Long Term Rating	ACUITE BB- (Issuer not co-operating*)
Short Term Rating	ACUITE A4+ (Issuer not co-operating*)

#Refer Annexure for details

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

Acuité has reviewed the long term rating of '**ACUITE BB-**' (read as **ACUITE double B minus**) and short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 21.00 crore bank facilities of Uttaranchal Biotech Limited (UBL). This rating is now an indicative rating and is based on best available information.

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.

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

Applicable Criteria

Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.htm>

Default Recognition- <https://www.acuite.in/view-rating-criteria-17.htm>

Limitation regarding information availability: The rating is based on information available from sources other than 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 rating is based.

About the Rated Entity:

Uttaranchal Biotech Limited (UBL), part of the Neon group was incorporated in 2005. A New Delhibased company, it was taken over by Mr. Uttam K. Jain and Mr. Pravin K. Jain in 2008. UBL commenced commercial operations in January 2012 to manufacture pharmaceutical products - injectables, tablets, ointments and syrups at Rudrapur, Uttarakhand.

For FY2016-17 (Provisionals), the company reported profit after tax (PAT) of Rs.4.59 crore on operating income of Rs.30.06 crore compared to PAT of Rs.0.68 crore on operating income of Rs.22.77 crore for FY2015-16. The networth (including quasi equity) stood at Rs.12.04 crore as on 31 March, 2017 (Provisionals) compared to Rs.7.45 crore in the previous year.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

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

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
9th Aug 17	Working Capital Term Loan	Long Term	15.00	ACUITE BB-/ Stable (Upgraded from ACUITE B+/Stable)
	Cash Credit	Long Term	5.00	ACUITE BB-/ Stable (Upgraded from ACUITE B+/Stable)
	Letter of Credit	Short Term	1.00	ACUITE A4+ (Upgraded from ACUITE A4)
29th Jun 16	Working Capital Term Loan	Long Term	15.00	ACUITE B+/ Stable (Reaffirmed)
	Cash Credit	Long Term	5.00	ACUITE B+/ Stable (Reaffirmed)
	Letter of Credit	Short Term	1.00	ACUITE A4 (Reaffirmed)
28th Mar 15	Working Capital Term Loan	Long Term	15.00	ACUITE B+/ Stable (Assigned)
	Cash Credit	Long Term	5.00	ACUITE B+/ Stable (Assigned)
	Letter of Credit	Short Term	1.00	ACUITE 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/Outlook
Working Capital Term Loan	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE BB- Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB- Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+ Issuer not co-operating

Contacts

Analytical	Rating Desk
<p>Aditya Gupta Head- Corporate and Infrastructure Sector Ratings Tel: 022-67141111 aditya.gupta@acuite.in</p>	<p>Varsha Bist Manager - Rating Desk Tel: 022-67141160 rating.desk@acuite.in</p>
<p>Saurabh Rane Analyst - Rating Operations Tel: 022-49294044 saurabh.rane@acuiteratings.in</p>	

About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*Erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and 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. Since then, it has assigned more than 6,000 credit 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 Mumbai.

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