

Press Release

Optimus Drugs Private Limited

April 09, 2020



Rating Update

Total Bank Facilities Rated*	Rs. 75.00 Cr. #
Long Term Rating	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Short Term Rating	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the long term rating of Optimus Drugs Private Limited (ODPL) to '**ACUITE BB+**' (**read as ACUITE double B plus**) from '**ACUITE A-**' (**read as ACUITE A minus**). The short term rating has been downgraded to '**ACUITE A4+**' (**read as ACUITE A four plus**) from '**ACUITE A2+**' (**ACUITE A two plus**). This rating is now an indicative rating and is based on best available information.

Incorporated in 2003, ODPL is a Hyderabad-based company engaged in the manufacture of bulk drugs and intermediaries at Dothigudem, Telengana. The capacity varies from product-to-product and the average installed capacity is about 150 metrics tonnes per year. The company caters to the domestic and international markets. In November 2018, Unichem Laboratories Limited (ULL) has acquired 19.99 percent stake in ODPL.

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.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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). 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.

About the Rated Entity - Key Financials

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

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

Not Applicable

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
25-Jan-2019	Cash Credit	Long Term	16.00	ACUITE A- / Stable (Reaffirmed)
	Term Loan	Long Term	3.72	ACUITE A- / Stable (Reaffirmed)
	Cash Credit	Long Term	11.00	ACUITE A- / Stable (Reaffirmed)
	PC/PCFC	Short Term	20.00	ACUITE A2+ (Reaffirmed)
	Bill Discounting	Short Term	5.00	ACUITE A2+ (Reaffirmed)
	Letter of Credit	Short Term	9.00	ACUITE A2+ (Reaffirmed)
	Letter of Credit	Short Term	9.00	ACUITE A2+ (Reaffirmed)
	Proposed Bank Facilities	Short Term	1.28	ACUITE A- / Stable (Reaffirmed)
22-Nov-2017	Cash Credit	Long Term	16.00	ACUITE A- / Stable (Upgraded)
	Term Loan	Long Term	3.72	ACUITE A- / Stable (Upgraded)
	Cash Credit	Long Term	11.00	ACUITE A- / Stable (Upgraded)
	PC/PCFC	Long Term	20.00	ACUITE A2+ (Assigned)
	Bill Discounting	Long Term	5.00	ACUITE A2+ (Assigned)
	Letter of Credit	Long Term	9.00	ACUITE A2+ (Upgraded)
	Letter of Credit	Long Term	9.00	ACUITE A2+ (Upgraded)
	Proposed Bank Facilities	Short Term	1.28	ACUITE A- / Stable (Assigned)
03-Aug-2016	Cash Credit	Long Term	5.00	ACUITE BBB+/Positive (Upgraded)
	Term Loan	Long Term	1.50	ACUITE BBB+/Positive (Upgraded)
	Cash Credit	Long Term	7.00	ACUITE BBB+/Positive (Assigned)
	Letter of Credit	Short Term	5.00	ACUITE A2 (Upgraded)
	Derivative Exposure	Short Term	0.50	ACUITE A2 (Upgraded)
	Letter of Credit	Short Term	7.00	ACUITE A2 (Assigned)
	Secured Overdraft	Long Term	3.00	ACUITE BBB+/Positive (Upgraded)
	Letter of Credit	Short Term	5.00	ACUITE A2 (Withdrawn)
	Bank Guarantee	Short Term	0.50	ACUITE A2 (Withdrawn)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.72	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	11.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
PC/PCFC	Not Applicable	Not Applicable	Not Applicable	20.00	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*
Bill Discounting	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	9.00	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*
Proposed Bank Facilities	Not Applicable	Not Applicable	Not Applicable	1.28	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*

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

Contacts

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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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