



SMERA RATINGS LIMITED

Accrete Pharmaceuticals Private Limited (APPL)

Rating Rationale

July 23, 2015

Facilities	Amount (Rs. Crore)	Rating
Cash Credit	3.00	SMERA D (Assigned)
Term Loan	0.21	SMERA D (Assigned)
Letter of Credit	0.75	SMERA D (Assigned)
Proposed Cash Credit	2.00	SMERA D (Assigned)
Proposed Term Loan	3.00	SMERA D (Assigned)
Proposed Letter of Credit	1.25	SMERA D (Assigned)

SMERA has assigned a rating of '**SMERA D' (read as SMERA D)** to the Rs.10.21 crore bank facilities of Accrete Pharmaceuticals Private Limited (APPL). The rating reflects delays in servicing debt obligations on account of a weak liquidity position.

About the Company

APPL, incorporated in 2008, is a Hyderabad-based company engaged in the manufacture of oncology related pharmaceutical intermediates. The company is promoted by Mr. A. Shyam Sunder Reddy, Mrs. D. Sukarna, Mr. Srinivas Aita and Mr. P. Maheshwar, Directors, who possess around 20 years of experience in the industry.

APPL reported profit after tax (PAT) of Rs.0.25 crore on operating income of Rs.11.19 crore for FY2013-14, as compared with PAT of Rs.0.54 crore on operating income of Rs.10.93 crore in FY2012-13. The company's net worth stood at Rs.4.55 crore as on March 31, 2014, as compared with Rs.4.20 crore a year earlier.

Contact List:

Media/Business Development	Analytical Contact	Rating Desk
Virendra Goyal Vice President, SME – Sales Tel: +91-22-6714 1177 Email: virendra.goyal@smera.in Web: www.smera.in	Vinay Chhawchharia Associate Vice President – Corporate Ratings Tel: +91-22-6714 1156 Email: vinay.chhawchharia@smera.in	Tel: +91-22-6714 1184 Email: ratingdesk@smera.in

Disclaimer: A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.smera.in) for the latest information on any instrument rated by SMERA.