

Press Release

Satyam Pharma-Chem Private Limited

April 08, 2020



Rating Update

Total Bank Facilities Rated*	Rs. 29.14 crore#
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**) and the short term rating to '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs.29.14 crore bank facilities of Satyam Pharma Chem Private Limited (SPCPL). This rating is now an indicative rating and is based on best available information.

SPPL, incorporated in 1981, is a Mumbai-based company engaged in the manufacturing of inorganic metal based specialty chemicals at Rabale in Navi Mumbai (Maharashtra). The company manufactures a range of acetates (salts of acetic acid), compounds (manganese), bismuth and selenium, among others. SPPL has set up a unit at Patalganga, near Karjat in Mumbai to manufacture high grade chromatography solvents for 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.

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

Not Applicable

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
18-Jan-2019	Cash Credit	Long Term	3.50	ACUITE BB / Stable (Reaffirmed)
	Term loans	Long Term	1.65	ACUITE BB / Stable (Reaffirmed)
	PC/PCFC	Short Term	^2.60	ACUITE A4+ (Reaffirmed)
	Letter of credit	Short Term	14.00	ACUITE A4+ (Reaffirmed)
	Bank guarantee/Letter of Guarantee	Short Term	1.84	ACUITE A4+ (Reaffirmed)
	Proposed Short Term Loan	Short Term	5.55	ACUITE A4+ (Reaffirmed)
23-Nov-2017	Cash Credit	Long Term	3.50	ACUITE BB/ Stable (Assigned)
	Term Loan	Long Term	6.50	ACUITE BB/ Stable (Assigned)
	Packing Credit	Short Term	2.60	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	14.00	ACUITE A4+ (Assigned)
	Bank Guarantee	Short Term	1.84	ACUITE A4+ (Assigned)
	Proposed Short Term Loan	Short Term	0.70	ACUITE A4+ (Assigned)
20-Dec-2016	Cash Credit	Long Term	2.60	ACUITE BB-/ Stable (Suspended)
	Bills Discounting	Short Term	2.00	ACUITE A4 (Suspended)
	Letter of Credit	Short Term	12.00	ACUITE A4 (Suspended)
	Bank Guarantee	Short Term	1.84	ACUITE A4 (Suspended)
06-Aug-2015	Cash Credit	Long Term	2.60	ACUITE BB-/ Stable (Assigned)
	Bills Discounting	Short Term	2.00	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	12.00	ACUITE A4 (Assigned)
	Bank Guarantee	Short Term	1.84	ACUITE A4 (Assigned)

[^]Sub limit is FDBP/FUDP up to Rs. 2.60 crore

#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	3.50	ACUITE BB Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	30-Sept-2021	1.65	ACUITE BB Issuer not co-operating*
PC/PCFC	Not Applicable	Not Applicable	Not Applicable	^2.60	ACUITE A4+ Issuer not co-operating*

Letter of credit	Not Applicable	Not Applicable	Not Applicable	14.00	ACUITE A4+ Issuer not co-operating*
Bank guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	1.84	ACUITE A4+ Issuer not co-operating*
Proposed Short Term Loan	Not Applicable	Not Applicable	Not Applicable	5.55	ACUITE A4+ Issuer not co-operating*

^aSub limit is FDBP/FUDP up to Rs. 2.60 crore

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

Contacts

Analytical	Rating Desk
Aditya Gupta Head - Corporate and Infrastructure Sector Ratings Tel: 022-49294041 aditya.gupta@acuite.in Rupesh Patel Analyst - Rating Operations Tel: 022-49294044 rupesh.patel@acuite.in	Varsha Bist Manager - Rating Desk Tel: 022-49294011 rating.desk@acuite.in

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.

Disclaimer: An Acuité 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. Acuité 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, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité 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. Acuité 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.acuite.in) for the latest information on any instrument rated by Acuité.