



## Press Release

### LIFE CARE LOGISTIC PRIVATE LIMITED

June 19, 2023

#### Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	74.00	ACUITE BB+   Downgraded   Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	74.00	-	-

#### Rating Rationale

Acuite has downgraded its long-term rating to '**ACUITE BB+**' (read as **ACUITE BB Plus**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) on the Rs.74.00 Cr. bank facilities of Life Care Logistic Private Limited (LCLPL). This rating is now an indicative rating and is based on the best available information.

#### About the Company

Indore-based Life Care Logistic Private Limited (LCLPL) is a flagship company of Life Care Group, which was established by Mr. Vaibhav Rai in 1996. LCLPL is engaged in providing clearing and forwarding, warehousing, and road transportation services to various domestic and multinational companies.

#### Non-cooperation by the issuer/borrower

Acuite 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 the due date. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with an 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 Acuite'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). Acuite has endeavoured to gather information about the entity/industry from the public domain. Therefore, Acuite 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 Acuite to comment upon.

#### Material Covenants

None

#### Liquidity Position

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

#### Outlook: Not applicable

## Key Financials

Particulars	Unit	FY 22 (Actual)	FY 21 (Actual)
Operating Income	Rs. Cr.	110.15	83.13
PAT	Rs. Cr.	1.76	1.92
PAT Margin	(%)	1.60	2.31
Total Debt/Tangible Net Worth	Times	2.27	2.10
PBDIT/Interest	Times	2.42	2.58

### Status of non-cooperation with previous CRA

None

### Any other information

None

### Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Service Sector: <https://www.acuite.in/view-rating-criteria-50.htm>

### Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in)

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
06 Apr 2022	Proposed Bank Facility	Long Term	18.90	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	16.31	ACUITE BBB-   Stable (Assigned)
	Secured Overdraft	Long Term	25.00	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	1.79	ACUITE BBB-   Stable (Reaffirmed)
	Bank Guarantee	Long Term	2.00	ACUITE BBB-   Stable (Assigned)
	Secured Overdraft	Long Term	5.00	ACUITE BBB-   Stable (Reaffirmed)
	Secured Overdraft	Long Term	5.00	ACUITE BBB-   Stable (Assigned)
27 May 2021	Secured Overdraft	Long Term	25.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Term Loan	Long Term	7.55	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Proposed Bank Facility	Long Term	25.05	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
	Secured Overdraft	Long Term	5.00	ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)
26 Feb 2020	Secured Overdraft	Long Term	30.00	ACUITE BBB   Stable (Upgraded from ACUITE BB+)
	Term Loan	Long Term	25.00	ACUITE BBB   Stable (Upgraded from ACUITE BB+)
	Term Loan	Long Term	7.55	ACUITE BBB   Stable (Upgraded from ACUITE BB+)
	Proposed Bank Facility	Long Term	25.05	ACUITE BBB   Stable (Upgraded from ACUITE BB+)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	2.00	ACUITE BB+   Downgraded   Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	18.90	ACUITE BB+   Downgraded   Issuer not co-operating*
ICICI Bank Ltd	Not Applicable	Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	Simple	5.00	ACUITE BB+   Downgraded   Issuer not co-operating*
Punjab National Bank	Not Applicable	Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	Simple	25.00	ACUITE BB+   Downgraded   Issuer not co-operating*
Punjab National Bank	Not Applicable	Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	Simple	5.00	ACUITE BB+   Downgraded   Issuer not co-operating*
Kotak Mahindra Bank	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	16.31	ACUITE BB+   Downgraded   Issuer not co-operating*
ICICI Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	Simple	1.79	ACUITE BB+   Downgraded   Issuer not co-operating*

## Contacts

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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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