

## Press Release

LIFE CARE LOGISTIC PRIVATE LIMITED

September 16, 2024

Rating Downgraded and Issuer not co-operating



| Product                            | Quantum<br>(Rs. Cr) | Long Term Rating                                  | St |
|------------------------------------|---------------------|---|----|
| Bank Loan Ratings                  | 74.00               | ACUITE BB   Downgraded   Issuer not co-operating* | -  |
| Total Outstanding Quantum (Rs. Cr) | 74.00               | -   | -  |

## Rating Rationale

Acuité has downgraded the long-term rating to 'ACUITE BB' (read as ACUITE double B) from 'ACUITE BB+' (read as ACUITE double B plus) on the Rs.74.00 Cr. bank facilities of Life Care Logistic Private Limited (LCLPL) on account of information risk. The rating continues to be flagged as "Issuer Not-Cooperating" 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.

## Unsupported Rating

Not Applicable

## 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 the 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.

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

## Rating Sensitivity

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

### **Liquidity Position**

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

### **Outlook**

Not Applicable

### **Other Factors affecting Rating**

None

## Key Financials

| Particulars                   | Unit    | FY 23 (Actual) | FY 22 (Actual) |
|-------------------------------|---------|----------------|----------------|
| Operating Income              | Rs. Cr. | 121.65         | 102.95         |
| PAT                           | Rs. Cr. | 4.64           | 1.76           |
| PAT Margin                    | (%)     | 3.81           | 1.71           |
| Total Debt/Tangible Net Worth | Times   | 2.85           | 2.27           |
| PBDIT/Interest                | Times   | 2.15           | 2.42           |

## Status of non-cooperation with previous CRA

Not Applicable

## Any other information

None

## Applicable Criteria

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

## Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuité 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   |
|-------------|----------------------------------|-----------|-----------------|--|
| 19 Jun 2023 | Secured Overdraft                | Long Term | 25.00           | ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB-   Stable) |
|             | Term Loan                        | Long Term | 1.79            | ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB-   Stable) |
|             | Secured Overdraft                | Long Term | 5.00            | ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB-   Stable) |
|             | Proposed Long Term Bank Facility | Long Term | 18.90           | ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB-   Stable) |
|             | Bank Guarantee (BLR)             | Long Term | 2.00            | ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB-   Stable) |
|             | Secured Overdraft                | Long Term | 5.00            | ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB-   Stable) |
|             | Term Loan                        | Long Term | 16.31           | ACUITE BB+ (Downgraded & Issuer not co-operating* from ACUITE BBB-   Stable) |
| 06 Apr 2022 | Secured Overdraft                | Long Term | 25.00           | ACUITE BBB-   Stable (Reaffirmed)  |
|             | Term Loan                        | Long Term | 1.79            | ACUITE BBB-   Stable (Reaffirmed)  |
|             | Secured Overdraft                | Long Term | 5.00            | ACUITE BBB-   Stable (Reaffirmed)  |
|             | Proposed Long Term Bank Facility | Long Term | 18.90           | ACUITE BBB-   Stable (Reaffirmed)  |
|             | Bank Guarantee (BLR)             | Long Term | 2.00            | ACUITE BBB-   Stable (Assigned)  |
|             | Secured Overdraft                | Long Term | 5.00            | ACUITE BBB-   Stable (Assigned)  |
|             | Term Loan                        | Long Term | 16.31           | ACUITE BBB-   Stable (Assigned)  |
| 27 May 2021 | Term Loan                        | Long Term | 7.55            | ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)                   |
|             | Secured Overdraft                | Long Term | 5.00            | ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)                   |
|             | Secured Overdraft                | Long Term | 25.00           | ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)                   |
|             | Proposed Long Term Bank Facility | Long Term | 25.05           | ACUITE BBB-   Stable (Downgraded from ACUITE BBB   Stable)                   |

## 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 avl. / Not appl. | Bank Guarantee (BLR)             | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple           | 2.00              | ACUITE BB   Downgraded   Issuer not co-operating* ( from ACUITE BB+ ) |
| Not Applicable       | Not avl. / Not appl. | Proposed Long Term Bank Facility | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple           | 18.90             | ACUITE BB   Downgraded   Issuer not co-operating* ( from ACUITE BB+ ) |
| ICICI Bank Ltd       | Not avl. / Not appl. | Secured Overdraft                | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple           | 5.00              | ACUITE BB   Downgraded   Issuer not co-operating* ( from ACUITE BB+ ) |
| Punjab National Bank | Not avl. / Not appl. | Secured Overdraft                | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple           | 25.00             | ACUITE BB   Downgraded   Issuer not co-operating* ( from ACUITE BB+ ) |
| Punjab National Bank | Not avl. / Not appl. | Secured Overdraft                | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple           | 5.00              | ACUITE BB   Downgraded   Issuer not co-operating* ( from ACUITE BB+ ) |
| Kotak Mahindra Bank  | Not avl. / Not appl. | Term Loan                        | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple           | 16.31             | ACUITE BB   Downgraded   Issuer not co-operating* ( from ACUITE BB+ ) |
| ICICI Bank Ltd       | Not avl. / Not appl. | Term Loan                        | Not avl. / Not appl. | Not avl. / Not appl. | Not avl. / Not appl. | Simple           | 1.79              | ACUITE BB   Downgraded   Issuer not co-operating* ( from ACUITE BB+ ) |

## Contacts

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|--|---|
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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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