

## Press Release

### Life Care

February 05, 2021

### Rating Update



<b>Total Bank Facilities Rated*</b>	Rs.21.00 Cr. #
<b>Long Term Rating</b>	ACUITE B- Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4 Issuer not co-operating*

# Refer Annexure for details

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

### Rating Rationale

Acuité has reviewed the long term rating of '**ACUITE B-**' (read as **ACUITE B minus**) and the short term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.21.00 Cr. bank facilities of Life Care (LC). The rating is now an indicative rating is based on the best available information.

### About the company

Established in 1996, Life care (LC), an Indore based entity is a partnership firm concern promoted by Mr. Vishal Rai, Mrs. Vinita Rai & Mrs. Timsi Rai. The firm is engaged in the business of serving as C & F agents for various sectors such as pharmaceuticals, electronic durable goods, tea, paints, automobile, FMCG etc. LC also provides related services such as carrying & forwarding, warehousing, renting activity, transportation services, order processing, logistics and office facility to the clients. The firm's network and clients are spread across MP, Chhattisgarh and Maharashtra.

### 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 an 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>
- Entities in Service Sector - <https://www.acuite.in/view-rating-criteria-50.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>

### Note on complexity levels of the rated instrument

<https://www.acuite.in/view-rating-criteria-55.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 has endeavoured 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.

### Liquidity Position

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

### Rating Sensitivities

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

### 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
20-Nov-2019	Cash Credit	Long Term	2.00	ACUITE B- / Stable (Upgraded)
	Term Loan	Long Term	4.86	ACUITE B- / Stable (Upgraded)
	Term Loan	Long Term	6.38	ACUITE B- / Stable (Upgraded)
	Bank Guarantee	Short Term	0.04	ACUITE A4 (Upgraded)
	Proposed Bank Facility	Long Term	7.36	ACUITE B- / Stable (Assigned)
03-Jul-2019	Cash Credit	Long Term	2.00	ACUITE D (Reaffirmed)
	Term Loan	Long Term	4.86	ACUITE D (Reaffirmed)
	Term Loan	Long Term	6.38	ACUITE D (Reaffirmed)
	Term Loan	Long Term	7.75	ACUITE D (Withdrawn)
	Bank Guarantee	Short Term	0.40	ACUITE D (Reaffirmed)
	Proposed Bank Facility	Long Term	7.36	ACUITE C (Assigned)
27-Apr-2019	Cash Credit	Long Term	2.00	ACUITE D (Indicative)
	Term Loan	Long Term	3.85	ACUITE D (Indicative)
	Term Loan	Long Term	7.00	ACUITE D (Indicative)
	Term Loan	Long Term	7.75	ACUITE D (Indicative)
	Bank Guarantee	Short Term	0.40	ACUITE D (Indicative)
21-Feb-2018	Cash Credit	Long Term	2.00	ACUITE B+ / Stable (Upgraded)
	Term Loan	Long Term	3.85	ACUITE B+ / Stable (Upgraded)
	Term Loan	Long Term	7.00	ACUITE B+ / Stable (Assigned)
	Term Loan	Long Term	7.75	ACUITE B+ / Stable (Assigned)
	Bank Guarantee	Short Term	0.40	ACUITE A4 (Reaffirmed)

### #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	2.00	ACUITE B- Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	4.86	ACUITE B- Issuer not co-operating**
Term Loan	Not Available	Not Available	Not Available	6.38	ACUITE B- Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.04	ACUITE A4 Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	7.36	ACUITE B- Issuer not co-operating*

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

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### About Acuité Ratings & Research:

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