

## 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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