

Press Release

Centurion Laboratories Private Limited (CLPL)

December 27, 2017

Rating Update



Total Bank Facilities Rated*	Rs. 19.18 Cr. #
Long Term Rating	SMERA BB+ Issuer not co-operating*
Short Term Rating	SMERA A4+ Issuer not co-operating*

Refer Annexure for details

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

SMERA has reviewed long-term rating of '**SMERA BB+**' (read as **SMERA double B plus**) and short term rating of '**SMERA A4+**' (read as **SMERA A four plus**) on the bank facilities of Centurion Laboratories Private Limited (CLPL). This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower

SMERA 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 required documents before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing entities - <https://www.smera.in/criteria-trading.htm>
- Consolidation - <https://www.smera.in/criteria-consolidation.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). SMERA endeavoured to gather information about the entity/industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information on which the indicative credit rating is based.

Rating Approach:

For arriving at the rating, SMERA has taken a consolidated view on the business and financial risk profile of Centurion Remedies Private Limited (CRPL) and Centurion Laboratories Private Limited (CLPL). The aforementioned entities are collectively referred to as 'Centurion'. The consolidation is in view of same business model, common management and business and financial synergies.

About the CRPL:

CLPL was incorporated in December 2006. The company has a production capacity of 840 crore tablets and 270 crore capsules per annum. The plant manufactures tablets between 10 and 100 mg. The company is promoted by Mr. Dhruval Patel and Mr. Ambalal Patel who have more than 20 years experience in the pharmaceutical industry. It commenced commercial operations in 2014 and caters to the export customers which were earlier been handled by CRPL.

About the CLPL:

CLPL was incorporated in December 2006 and is promoted by Mr. Dhruval Patel and Mr. Ambalal Patel having more than 20 years' experience in the pharmaceutical industry. CLPL commenced commercial operations in 2014 and exports to customers in Philippines that were earlier handled by CRPL.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
29-Aug-2016	Cash Credit	Long Term	2.00*	SMERA BB+/Stable (Assigned)
	Term Loan 1	Long Term	10.68	SMERA BB+/Stable (Assigned)
	Term Loan 2	Long Term	4.50	SMERA BB+/Stable (Assigned)
	Letter of Credit/Buyer's Credit	Short Term	2.00	SMERA A4+ (Assigned)

*Includes sub-limit of Pre-shipment Export packing Credit to the extent of Rs.1.35 crore

*Includes sub-limit of Foreign Bills Purchased/Discounted to the extent of Rs.2.00 crore

*Includes sub-limit of Letter of Credit/Buyer's Credit to the extent of Rs.1.50 crore

*Includes sub-limit of Bank Guarantee to the extent of Rs.1.00 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	2.00*	SMERA BB+ Issuer not co-operating*
Term Loan 1	Not Applicable	Not Applicable	Not Applicable	10.68	SMERA BB+ Issuer not co-operating*
Term Loan 2	Not Applicable	Not Applicable	Not Applicable	4.50	SMERA BB+ Issuer not co-operating*
Letter of Credit/Buyer's Credit	Not Applicable	Not Applicable	Not Applicable	2.00	SMERA A4+ Issuer not co-operating*

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

*Includes sub-limit of Pre-shipment Export packing Credit to the extent of Rs.1.35 crore

*Includes sub-limit of Foreign Bills Purchased/Discounted to the extent of Rs.2.00 crore

*Includes sub-limit of Letter of Credit/Buyer's Credit to the extent of Rs.1.50 crore

*Includes sub-limit of Bank Guarantee to the extent of Rs.1.00 crore

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ABOUT SMERA

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