

Press Release

Centurion Laboratories Private Limited

August 09, 2022



Rating Downgraded & Withdrawn and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	12.79	-	ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating*
Bank Ratings Loan	6.97	ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	19.76	-	-

Rating Rationale

Acuite has withdrawn and downgraded the long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) and the short term rating to '**ACUITE A4+**' (read as **ACUITE A4 plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs.19.76 crore bank facilities of Centurion Laboratories Private Limited (CLPL). The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating. The rating is now indicative rating and is downgraded on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

About the Company

Baroda based, CLPL was incorporated in December 2006 and is engaged in the manufacturing of veterinary and allopathic products. It has a production capacity of 840 crore tablets and 270 crore capsules per annum. CLPL is promoted by Mr. Dhruval Patel and Mr. Ambalal Patel who have more than 20 years' experience in the pharmaceutical industry. CLPL commenced commercial operations in 2014 and majorly caters to export market.

About the Group

Centurion Group includes Centurion Remedies Private Limited (CRPL) and Centurion Laboratories Private Limited (CLPL). The group is engaged in the manufacturing and exports of a wide range of veterinary and allopathic products, as well as generic formulations for merchant exporters, domestic formulators and state government bodies. The group is promoted by Mr. Dhruval Patel and Mr. Ambalal Patel who have more than 20 years of

experience in the pharmaceutical industry.

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 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 rating is based.

Rating Sensitivities

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

Material Covenants

None

Liquidity Position

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

Outlook

Not applicable

Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA

Not applicable

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
18 May 2021	Bank Guarantee	Short Term	8.00	ACUITE A3 (Reaffirmed)
	Packing Credit	Short Term	0.79	ACUITE A3 (Assigned)
	Cash Credit	Long Term	5.00	ACUITE BBB- Stable (Reaffirmed)
	Working Capital Term Loan	Long Term	1.21	ACUITE BBB- Stable (Assigned)
	Term Loan	Short Term	0.19	ACUITE A3 (Reaffirmed)
	Letter of Credit	Short Term	2.00	ACUITE A3 (Reaffirmed)
	Bills Discounting	Short Term	2.00	ACUITE A3 (Assigned)
	Term Loan	Long Term	0.33	ACUITE BBB- Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	-2.50	ACUITE BBB- (Withdrawn)
	Term Loan	Long Term	0.24	ACUITE BBB- Stable (Reaffirmed)
17 Aug 2020	Term Loan	Long Term	2.10	ACUITE BBB- Stable (Upgraded from ACUITE BB+ Stable)
	Packing Credit	Long Term	0.80	ACUITE BBB- Stable (Upgraded from ACUITE BB+ Stable)
	Bank Guarantee	Short Term	2.50	ACUITE A3 (Upgraded from ACUITE A4+)
	Cash Credit	Long Term	5.00	ACUITE BBB- Stable (Upgraded from ACUITE BB+ Stable)
	Proposed Bank Facility	Long Term	2.50	ACUITE BBB- Stable (Assigned)
	Term Loan	Long Term	1.28	ACUITE BBB- Stable (Upgraded from ACUITE BB+ Stable)
	Term Loan	Long Term	3.00	ACUITE BBB- Stable (Upgraded from ACUITE BB+ Stable)
	Letter of Credit	Short Term	2.00	ACUITE A3 (Upgraded from ACUITE A4+)
28 May 2019	Packing Credit	Long Term	0.80	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	2.78	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	4.02	ACUITE BB+ Stable (Reaffirmed)
	Cash Credit	Long Term	5.00	ACUITE BB+ Stable (Reaffirmed)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Reaffirmed)
	Bank Guarantee	Short Term	2.50	ACUITE A4+ (Reaffirmed)
	Term Loan	Long Term	2.08	ACUITE BB+ Stable (Reaffirmed)
	Cash Credit	Long Term	5.00	ACUITE BB+ Stable (Reaffirmed)
		Long		

06 Mar 2018	Term Loan	Term	4.02	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	2.78	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	2.08	ACUITE BB+ Stable (Assigned)
	Packing Credit	Long Term	0.80	ACUITE BB+ Stable (Assigned)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Reaffirmed)
	Bank Guarantee	Short Term	2.50	ACUITE A4+ (Assigned)
27 Dec 2017	Cash Credit	Long Term	2.00	ACUITE BB+ (Issuer not co-operating*)
	Term Loan	Long Term	10.68	ACUITE BB+ (Issuer not co-operating*)
	Term Loan	Long Term	4.50	ACUITE BB+ (Issuer not co-operating*)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Issuer not co-operating*)
29 Aug 2016	Cash Credit	Long Term	2.00	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	10.68	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	4.50	ACUITE BB+ Stable (Assigned)
	Letter of Credit	Short Term	2.00	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Indusind Bank Ltd	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A3)
Indusind Bank Ltd	Not Applicable	Bills Discounting	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A3)
Indusind Bank Ltd	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BBB-)
Indusind Bank Ltd	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A3)
Indusind Bank Ltd	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	0.79	ACUITE A4+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE A3)
Indusind Bank Ltd	Not Applicable	Term Loan	Not available	9.00	Not available	0.33	ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE

							BBB-)
Indusind Bank Ltd	Not Applicable	Term Loan	Not available	9.00	Not available	0.24	ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BBB-)
Indusind Bank Ltd	Not Applicable	Term Loan	Not available	9.00	Not available	0.19	ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BBB-)
Indusind Bank Ltd	Not Applicable	Working Capital Term Loan	Not available	Not available	Not available	1.21	ACUITE BB+ Downgraded & Withdrawn Issuer not co-operating* (from ACUITE BBB-)

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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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