

## Press Release

### SK Age Exports

December 09, 2020



### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.18.50 Cr. #
<b>Short Term Rating</b>	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*

# Refer Annexure for details

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

### Rating Rationale

Acuité has downgraded the short term rating to '**ACUITE A4+**' (read as **ACUITE A four plus**) from '**ACUITE A2+**' (read as **ACUITE A two plus**) on the Rs.18.50 Crore bank facilities of SK Age Exports (SKAE). This rating is now an indicative rating and is based on the best available information and is downgraded on account of information risk.

### About the Firm

Mumbai-based, S K Age Exports (SKAE), incorporated in 1990, is part of S K Group established in 1932 by Mr. Sevantilal K. Shah. The firm is engaged in the trading of anti-malarial drugs and active pharmaceutical ingredients (API). SKAE primarily exports to USA, UK and African countries such as Ghana, Tanzania and Nigeria, among others. The day-to-day operations are managed by Mr. Bharat Shah and Mr. Samir Shah.

### About the Group

Established in 1932, the S K Group consists of S Kant Healthcare Limited (SKHL) and S K Age Export (SKAE). The group specialises in the business of pharmaceuticals. SKHL manufactures anti-malarial drugs and active pharmaceutical ingredients (API) at Vapi, Gujarat. SKAE was established in 1990 by Mr. Bharat Shah and Mr. Samir Shah and is into trading and exporting of formulations and active pharmaceutical ingredients (API).

### 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>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>
- Trading Entities - <https://www.acuite.in/view-rating-criteria-61.htm>
- Consolidation of Companies - <https://www.acuite.in/view-rating-criteria-60.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.

### 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**

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

**Rating History (Upto last three years)**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
25-Sep-2019	Bills Discounting	Short Term	7.50	ACUITE A2+ (Upgraded)
	Bills Discounting	Short Term	7.50	ACUITE A2+ (Upgraded)
	Bank Guarantee	Short Term	1.00	ACUITE A2+ (Upgraded)
	Letter of Credit	Short Term	1.00	ACUITE A2+ (Upgraded)
	Bank Guarantee	Short Term	0.50	ACUITE A2+ (Upgraded)
	Letter of Credit	Short Term	1.00	ACUITE A2+ (Upgraded)
21-Aug-2019	Bills Discounting	Short Term	7.50	ACUITE A2 (Indicative)
	Bills Discounting	Short Term	7.50	ACUITE A2 (Indicative)
	Bank Guarantee	Short Term	1.00	ACUITE A2 (Indicative)
	Letter of Credit	Short Term	1.00	ACUITE A2 (Indicative)
	Bank Guarantee	Short Term	0.50	ACUITE A2 (Indicative)
	Letter of Credit	Short Term	1.00	ACUITE A2 (Indicative)
02-Jun-2018	Bills Discounting	Short Term	7.50	ACUITE A2 (Reaffirmed)
	Bills Discounting	Short Term	7.50	ACUITE A2 (Reaffirmed)
	Bank Guarantee	Short Term	1.00	ACUITE A2 (Reaffirmed)
	Letter of Credit	Short Term	1.00	ACUITE A2 (Reaffirmed)
	Bank Guarantee	Short Term	0.50	ACUITE A2 (Reaffirmed)
	Letter of Credit	Short Term	1.00	ACUITE A2 (Reaffirmed)
02-Mar-2017	Bills Discounting	Short Term	7.50	ACUITE A2 (Assigned)
	Bills Discounting	Short Term	7.50	ACUITE A2 (Assigned)
	Bank Guarantee	Short Term	1.00	ACUITE A2 (Assigned)
	Letter of Credit	Short Term	1.00	ACUITE A2 (Assigned)
	Bank Guarantee	Short Term	0.50	ACUITE A2 (Assigned)

	Letter of Credit	Short Term	1.00	ACUITE A2 (Assigned)
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#### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	7.50	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*
Bills Discounting	Not Applicable	Not Applicable	Not Applicable	7.50	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*

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

#### Contacts

Analytical	Rating Desk
Aditya Gupta Vice President – Corporate Ratings Tel: 022-49294041 <a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a>  Aditya Sahu Analyst – Rating Operations Tel: 022-49294055 <a href="mailto:aditya.sahu@acuite.in">aditya.sahu@acuite.in</a>	Varsha Bist Senior Manager – Rating Desk Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>

#### About Acuité Ratings & Research:

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and 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. Since then, it has assigned more than 8,462 credit 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 Mumbai.

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