

Press Release

Ambica Chemicals

June 01, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 7.50 Cr. #
Long Term Rating	ACUITE B+ Issuer not co-operating*

#Refer Annexure for details

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

Rating Rationale

Acuite has reviewed the long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) to the Rs.7.50 crore bank facilities of Ambica Chemicals. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower: Acuite 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.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/criteria-default.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/criteria-fin-ratios.htm>
- Entities In Manufacturing Sector - <https://www.acuite.in/criteria-manufacturing.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). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

Ambica Chemicals (AC) is a proprietorship firm established by Mr. A N Chaudhari and Mr. Hiren A Chaudhari in 1989. The firm was engaged in the trading of pharmaceutical intermediaries. From July 2016, AC began manufacturing of bulk drugs such as Nebivolol HCL, Pioglitazone HCL, Sitagliptine, Desloratadine among others. The manufacturing facility is located at Ankleshwar, Gujarat. The average installed capacity of the firm stands at 4 ton per month.

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
02-May-2017	Cash Credit	Long Term	2.38	ACUITE B+/Stable (Assigned)
	Term Loan	Long Term	5.00	ACUITE B+/Stable (Assigned)

	Proposed Term Loan	Long Term	0.12	ACUITE B+/Stable (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/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.38	ACUITE B+ (Indicative)
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE B+ (Indicative)
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	0.12	ACUITE B+ (Indicative)

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (*erstwhile SMERA Ratings 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 6,000 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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