

## Press Release

### Ion Healthcare Private Limited

September 30, 2021



#### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.18.25 Cr.#
<b>Long Term Rating</b>	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
<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.

Acuité has downgraded the long term rating to '**ACUITE BB+**' (**read as ACUITE double B plus**) from '**ACUITE A-**' (**read as ACUITE A minus**) and 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.18.25 Crore bank facilities of Ion Healthcare Private Limited. This rating is now an indicative rating and is based on the best available information.

Ion Healthcare Private Limited (IHPL) was incorporated in 2004 and subsequently acquired by Mr. B. K. Agarwal, Mr. Sanjeev Agarwal and Mrs. Vaishali Agarwal in 2014 presently being controlled and managed by Sh. Atul Kumar Agrawal & Sh. Leela Krishna Varshney in Baddi, Himachal Pradesh. The company is engaged in the manufacturing of generic drugs, ointments, ophthalmic drops, syrups, injections and among other pharmaceutical products. The company has an installed capacity of 430 million tablets, 135 million capsules, 18 million ointments and 25 million syrups.

**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.

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

#### 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>

**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 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 Indicators:

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

#### Rating Sensitivity –

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

### About the Rated Entity- Key Financials

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

### Status of non-cooperation with previous CRA (if applicable)

None

### Any other information

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

### Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
21-January-2020	Cash Credit	Long Term	13.00	ACUITE A-/Stable (Reaffirmed)
	Term Loan	Long Term	1.89	ACUITE A-/Stable (Reaffirmed)
	Letter of Credit	Short Term	2.00	ACUITE A2+ (Reaffirmed)
	Proposed Bank Facility	Long Term	1.36	ACUITE A-/Stable (Reaffirmed)
27-December-2019	Cash Credit	Long Term	13.00	ACUITE A- (Indicative)
	Term Loan	Long Term	1.89	ACUITE A- (Indicative)
	Letter of Credit	Short Term	2.00	ACUITE A2+ (Indicative)
	Proposed Bank Facility	Long Term	1.36	ACUITE A- (Indicative)

### \*Annexure – Details of instruments rated

Lender's Name	Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Oriental Bank of Commerce	Cash Credit	Not Applicable	Not Applicable	Not Applicable	13.00	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Oriental Bank of Commerce	Term Loan	Not Available	Not Available	Not Available	1.89	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*
Oriental Bank of Commerce	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4+ (Downgraded from ACUITE A2+) Issuer not co-operating*
Not Applicable	Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	1.36	ACUITE BB+ (Downgraded from ACUITE A-) Issuer not co-operating*

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### 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 8,850 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 Kanjurmarg, Mumbai.

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