

## Press Release

### Stedman Pharmaceuticals Private Limited

January 15, 2020

#### Rating Update



<b>Total Bank Facilities Rated#</b>	Rs. 12.00 Cr.
<b>Long Term Rating</b>	ACUITE BB+ (Downgraded from ACUITE BBB-) Withdrawn; Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4+ (Downgraded from ACUITE A3) Withdrawn; Issuer not co-operating*

#Refer Annexure for details

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

#### Rating Rationale

Acuite has 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 A four plus**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs. 12.00 crore bank facilities of STEDMAN PHARMACEUTICALS PRIVATE LIMITED. This rating is now withdrawn, indicative and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

SPPL set up in 1985 by Mr. R Rajagopal commenced commercial production in 1991. The company primarily sells its own formulations and also undertakes contract manufacturing for players like Indus Life Sciences Fountil Life Sciences Mankind Glenmark amongst others. The manufacturing plant of SPPL is located at SIDCO Tamil Nadu. Its major brands are 'Drez' ointment and powder & 'Contus' pediatric syrup.

#### 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/view-rating-criteria-50.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.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 - Key Financials

The rated entity has not shared the latest financials 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
22-May-2019	Cash Credit	Long Term	5.00	ACUITE BBB- Issuer not co-operating*
	Term Loan	Long Term	0.21	ACUITE BBB- Issuer not co-operating*
	Term Loan	Long term	0.18	ACUITE BBB- Issuer not co-operating*
	Term Loan	Long Term	3.50	ACUITE BBB- Issuer not co-operating*
	Term Loan	Long Term	0.50	ACUITE BBB- Issuer not co-operating*
	Term Loan	Long Term	0.86	ACUITE BBB- Issuer not co-operating*
	Letter of Credit	Short Term	0.50	ACUITE A3 Issuer not co-operating*
	Bank Guarantee	Short Term	0.50	ACUITE A3 Issuer not co-operating*
	Stand-by Line of Credit	Short Term	0.75	ACUITE A3 Issuer not co-operating*
06-Mar-2018	Cash Credit	Long Term	5.00	ACUITE BBB-/ Stable (Assigned)
	Term Loan	Long Term	0.21	ACUITE BBB-/ Stable (Assigned)
	Term Loan	Long term	0.18	ACUITE BBB-/ Stable (Assigned)
	Term Loan	Long Term	3.50	ACUITE BBB-/ Stable (Assigned)
	Term Loan	Long Term	0.50	ACUITE BBB-/ Stable (Assigned)
	Term Loan	Long Term	0.86	ACUITE BBB-/ Stable (Assigned)
	Letter of Credit	Short Term	0.50	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	0.50	ACUITE A3 (Assigned)
	Stand-by Line of Credit	Short Term	0.75	ACUITE A3 (Assigned)

**\*Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB+ (Downgraded from ACUITE BBB-) Withdrawn; Issuer not cooperating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	0.21	ACUITE BB+ (Downgraded from ACUITE BBB-) Withdrawn; Issuer not cooperating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	0.18	ACUITE BB+ (Downgraded from ACUITE BBB-) Withdrawn; Issuer not cooperating*

Term Loans	Not Applicable	Not Applicable	Not Applicable	3.50	ACUITE BB+ (Downgraded from ACUITE BBB-) Withdrawn; Issuer not cooperating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE BB+ (Downgraded from ACUITE BBB-) Withdrawn; Issuer not cooperating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	0.86	ACUITE BB+ (Downgraded from ACUITE BBB-) Withdrawn; Issuer not cooperating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4+ (Downgraded from ACUITE A3) Withdrawn; Issuer not cooperating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.50	ACUITE A4+ (Downgraded from ACUITE A3) Withdrawn; Issuer not cooperating*
Stand-by Line of Credit	Not Applicable	Not Applicable	Not Applicable	0.75	ACUITE A4+ (Downgraded from ACUITE A3) Withdrawn; Issuer not cooperating*

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

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## About Acuité Ratings & Research:

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