

Press Release

Arihantanam Life Care Private Limited

November 30, 2021



Rating Downgraded and Issuer not co-operating

Product	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	5.25	5.25		ACUITE A4 Downgraded Issuer not co-operating*
Bank Loan Ratings	9.45	9.45	ACUITE B+ Downgraded Issuer not co-operating*	
Total	14.70	14.70	-	-

Rating Rationale

Acuité has downgraded the long term rating to '**ACUITE B+**' (**read as ACUITE B+**) from '**ACUITE BB-**' (**read as ACUITE double B minus**) and the short term rating to '**ACUITE A4**' (**read as ACUITE A four**) from '**ACUITE A4+**' (**read as ACUITE A four plus**) on the Rs.14.70 Cr bank facilities of Arihantanam Life Care Private Limited (ALCPL).The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

The Gujarat-based ALCPL was established in 2007 as a partnership concern and converted to a private limited company in October 2010. The company is led by promoters Mr. Hasmukh Patel and Mr. Ravindra Kumar Singh. The company manufactures Active Pharmaceutical Ingredients (APIs) used in pharma products.

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 unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.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 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.

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 requests.

Status of non-cooperation with previous CRA

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.

Key Financials (if applicable)

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
29 Aug 2020	Proposed Bank Facility	Long Term	0.45	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Cash Credit	Long Term	9.00	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	5.25	ACUITE A4+ (Issuer not co-operating*)
07 Jun 2019	Cash Credit	Long Term	9.00	ACUITE BB (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.45	ACUITE BB (Issuer not co-operating*)
	Letter of Credit	Short Term	5.25	ACUITE A4+ (Issuer not co-operating*)
03 Apr 2018	Cash Credit	Long Term	9.00	ACUITE BB Stable (Assigned)
	Proposed Bank Facility	Long Term	0.45	ACUITE BB Stable (Assigned)
	Letter of Credit	Short Term	5.25	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	9.00	9.00	ACUITE B+ Downgraded Issuer not co-operating*
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.25	5.25	ACUITE A4 Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.45	0.45	ACUITE B+ Downgraded Issuer not co-operating*

Contacts

Analytical	Rating Desk
Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in	Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in
Shivam Mittal Management Trainee-Rating Operations Tel: 022-49294065 shivam.mittal@acuite.in	

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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