

**Press Release**  
**Arihantanam Life Care Private Limited**

**May 12, 2023**



**Rating Withdrawn**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	9.45	Not Applicable   Withdrawn	-
Bank Loan Ratings	5.25	-	Not Applicable   Withdrawn
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	14.70	-	-

**Rating Rationale**

Acuite has withdrawn the rating on the Rs.14.70 Cr. bank facilities of Arihantanam Life Care Private Limited (ALCPL).

The rating has been withdrawn on Acuite's policy of withdrawal of ratings. The rating has been withdrawn on account of the request received from the company, and the NDC received from the banker.

Since the loan availed by the company has been repaid, the rating has been withdrawn.

**About the Company**

The Gujarat-based Arihantanam Life Care Private Limited (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.

**Analytical Approach**

Not Applicable

**Key Rating Drivers**

**Strengths**

Not Applicable

**Weaknesses**

Not Applicable

**Rating Sensitivities**

Not Applicable

**Material covenants**

Not Applicable

**Liquidity Position:**

Not Applicable

**Outlook:**

Not Applicable

**Other Factors affecting Rating**

None

**Key Financials**

Particulars	Unit	FY 22 (Actual)	FY 21 (Actual)
Operating Income	Rs. Cr.	90.16	80.51
PAT	Rs. Cr.	6.51	6.38
PAT Margin	(%)	7.21	7.92
Total Debt/Tangible Net Worth	Times	0.32	0.53
PBDIT/Interest	Times	20.52	12.23

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

None

**Any other information**

Acuite is yet to receive the latest No Default Statement from the rated entity despite repeated requests and followups.

**Applicable Criteria**

- Default Recognition :- <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

**Note on complexity levels of the rated instrument**

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in)

**Rating History**

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
27 Feb 2023	Cash Credit	Long Term	9.00	ACUITE B+ ( Issuer not co-operating*)
	Letter of Credit	Short Term	5.25	ACUITE A4 ( Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.45	ACUITE B+ ( Issuer not co-operating*)
30 Nov 2021	Cash Credit	Long Term	9.00	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.45	ACUITE B+ (Downgraded and Issuer not co-operating*)
	Letter of Credit	Short Term	5.25	ACUITE A4 (Downgraded and Issuer not co-operating*)

29 Aug 2020	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*)
	Proposed Bank Facility	Long Term	0.45	ACUITE BB- (Downgraded and Issuer not co-operating*)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	9.00	Not Applicable   Withdrawn
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	5.25	Not Applicable   Withdrawn
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	Simple	0.45	Not Applicable   Withdrawn

## Contacts

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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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