

Press Release

Universal Pharmaceuticals Private Limited

October 20, 2020

Rating Withdrawn



Total Bank Facilities Rated*	Rs.9.00 crore #
Long Term Rating	ACUITE B+ (Withdrawn; Issuer not co-operating*) (Downgraded from ACUITE BB-)
Short Term Rating	ACUITE A4 (Withdrawn; Issuer not co-operating*)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Acuite has downgraded and withdrawn the long-term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and withdrawn the short-term rating of '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.9.00 crore bank facilities of Universal Pharmaceuticals Private Limited (UPPL). This is now an indicative rating and is downgraded on account of information risk.

The rating withdrawal is in accordance with the Acuite's policy on withdrawal of rating. This rating continues to be an indicative rating and is based on the best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Incorporated in 1990, Universal Pharmaceuticals Private Limited (UPPL) is a Chennai (Tamil Nadu) based company engaged in manufacturing of capsules and liquid dosages. The entity has a manufacturing unit located in Puducherry. It has an installed capacity to manufacture about 6.00 crore capsules per annum and 1.2 crore bottles of liquids per annum. The company produces liquids such as cough syrup, mainly for Lupin Pharmaceuticals. In FY2018, the company converted from public limited to private limited.

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 the due date.

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

Applicable Criteria

- 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>
- 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). Acuite endeavored 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 financial statements despite repeated requests.

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

None

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
29-Aug-2019	Cash Credit	Long Term	2.00	ACUITE BB- (Indicative)
	Term Loan	Long Term	3.71	ACUITE BB- (Indicative)
	Proposed Term Loans	Long Term	1.29	ACUITE BB- (Indicative)
	Bank Guarantee	Short Term	0.75	ACUITE A4 (Indicative)
	Letter of Credit	Short Term	0.25	ACUITE A4 (Indicative)
	PC/PCFC	Short Term	1.00	ACUITE A4 (Indicative)
26-June-2018	Cash Credit	Long Term	2.00	ACUITE BB-/Stable (Assigned)
	Term Loan	Long Term	3.71	ACUITE BB-/Stable (Assigned)
	Proposed Term Loans	Long Term	1.29	ACUITE BB-/Stable (Assigned)
	Bank Guarantee	Short Term	0.75	ACUITE A4 (Assigned)
	Letter of Credit	Short Term	0.25	ACUITE A4 (Assigned)
	PC/PCFC	Short Term	1.00	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B+ (Withdrawn; Downgraded from ACUITE BB-) Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	3.71	ACUITE B+ (Withdrawn; Downgraded from ACUITE BB-) Issuer not co-operating*
Proposed Term Loans	Not Applicable	Not Applicable	Not Applicable	1.29	ACUITE B+ (Withdrawn; Downgraded from ACUITE BB-) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.75	ACUITE A4 (Withdrawn) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.25	ACUITE A4 (Withdrawn) Issuer not co-operating*

PC/PCFC	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE A4 (Withdrawn) Issuer not co-operating*
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Contacts

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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 8,000 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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