Press Release

Prakruti Life Science Private Limited

April 27, 2020

Rating Update

Total Bank Facilities Rated*	Rs. 9.00 crore
Long Term Rating	ACUITE D (Downgraded; Issuer not co-operating)

** Refer Annexure for details*

Rating Rationale

Acuité has downgraded the long-term rating of **'ACUITE D' (read as ACUITE D)** from **'ACUITE B-' (read as ACUITE B minus)** on the Rs. 9.00 crore bank facilities of PRAKRUTI LIFE SCIENCE PRIVATE LIMITED. This rating is now an indicative rating and is based on the best available information.

PLPL was incorporated in 2012. The company is engaged in manufacturing of bulk pharmaceutical formulations, tablets and capsules for solid oral dosage. The unit is based in Udupi (Karnataka) and has a capacity to produce 1 crore capsules and 5 crore tablets per month. It has commercialized 25 products in the past 5 years. The company is a part of Prakruti Group, which is engaged in herbal and ayurvedic extractions.

Analytical Approach

Acuité has considered the standalone business and financial risk profile of PLSPL to arrive at the rating.

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 due date.

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

Applicable Criteria

- Entities in Manufacturing Sector– 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.

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

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
13-Aug-19	Cash Credit	Long-Term	3.03	ACUITE B-/ Stable (Reaffirmed)
	Term Loan	Long-Term	3.53	ACUITE B-/ Stable (Reaffirmed)
	Proposed Term Loan	Long-Term	2.44	ACUITE B-/ Stable (Reaffirmed)
27-Jun-18	Cash Credit	Long-Term	3.30	ACUITE B-/ Stable (Assigned)
	Term Loan	Long-Term	4.44	ACUITE B-/ Stable (Assigned)
	Proposed Term Loan	Long-Term	0.50	ACUITE B-/ Stable (Assigned)
	Proposed Bank facility	Long-Term	0.76	ACUITE B-/ Stable (Assigned)

***Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not applicable	Not applicable	Not applicable	3.03	ACUITE D (Downgraded; Issuer not-cooperating*)
Term Loan	Not applicable	Not applicable	Not applicable	3.53	ACUITE D (Downgraded; Issuer not-cooperating*)
Proposed Term Loan	Not applicable	Not applicable	Not applicable	2.44	ACUITE D (Downgraded; Issuer not-cooperating*)

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited *(Erstwhile SMERA Ratings 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 6,000 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.