

Press Release

Hitech Formulations Private Limited

October 24, 2019

Rating Update



Total Bank Facilities Rated*	Rs.7.70 Cr.#
Long Term Rating	ACUITE BB Issuer not co-operating; Withdrawn*

#Refer Annexure for details

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

Rating Rationale

Acuite has reviewed the long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) on the Rs.7.70 crore bank facilities of Hitech Formulations Private Limited. This rating is now withdrawn and indicative and is based on best available information.

The rating is being withdrawn on account of request received from the company and NDC received from the bank.

Hi-Tech Formulations Private Limited (HFPL) was incorporated in 2002 and the company is promoted by Mr. Dharmender Singh Gulati. The company is engaged in manufacturing of products in the Dermatology, Dental and Cosmetology segments. The manufacturing facility is based in Baddi (Himachal Pradesh).

Lyra Laboratories Private Limited (LLPL) was incorporated in 2005 by Mr. Dharmender Singh Gulati. The company is engaged in manufacturing of products in Dermatology and Cosmetology segments. The manufacturing facility is based in Baddi (Himachal Pradesh).

Analytical Approach:

Acuite has consolidated the financials of HFPL and LLPL together known as Hi-Tech group to arrive at the rating. The consolidation is on the view of the common management, similar operations and linkages within the group.

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

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 (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
08-May-2018	Cash Credit	Long term	3.00	ACUITE BB/ Stable (Assigned)
	Term Loans	Long term	4.70	ACUITE BB/ Stable (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	3.00	ACUITE BB Withdrawn; Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	4.70	ACUITE BB Withdrawn; Issuer not co-operating*

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

Contacts

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About Acuite Ratings & Research:

Acuite 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.

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