Press Release

Seutic Pharma Private Limited

January 25, 2021

Rating Update

Total Bank Facilities Rated*	Rs. 14.00 Cr.#
Long Term Rating	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Short Term Rating	ACUITE A4 Issuer not co-operating*

#Refer Annexure for details
**The issuer did not co-operate; based on best available information.*

Acuité has downgraded the long term rating to '**ACUITE B+**' **(read as ACUITE B plus)** from '**ACUITE BB-' (read as ACUITE double B minus)** and reviewed the short-term rating of **'ACUITE A4' (read as ACUITE A four)** on the Rs. 14.00 crore bank facilities of Seutic Pharma Private Limited (SPPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Seutic Pharma Private Limited (SPPL) was incorporated in July 2014 by Mr. Valivarthi Siva Vara Prasad (holds 60 percent stake) and his wife, Padma Valivarthi (holds 40 percent stake). The company is engaged in the manufacture of active pharmaceutical ingredients (APIs) and pharmaceutical intermediates. SPPL has its manufacturing facility at Jeedimetla, Hyderabad (Telangana) in a leased premise with an installed capacity of 35 Metric Tons Per annum.

About the Group

SLPL was incorporated in 2016 by Mr. Valivarthi Siva Vara Prasad (holds 60 percent stake) and his wife, Ms. Padma Valivarthi (holds 40 percent stake). The company is engaged in manufacture of active pharmaceutical ingredients (APIs) and pharmaceutical intermediates. SLPL has its manufacturing facility at Bidar (Karnataka) with an installed capacity of 50 Metric Tons Per annum. FY2018 is the first full year of operation of the company.

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.

This rating continues to be flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité'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
- Consolidation Of Companies- https://www.acuite.in/view-rating-criteria-60.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 (if applicable)

None

Any other information

Acuité has received 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
Nov 11, 2019	Cash Credit	Long Term	2.00	ACUITE BB- Issuer not co-operating*
	Term Loan	Long Term	2.00	ACUITE BB- Issuer not co-operating*
	DBP/DUBD	Short Term	10.00	ACUITE A4 Issuer not co-operating*
Aug 31, 2018	Cash Credit	Long Term	2.00	ACUITE BB-/stable (Assigned)
	Term Loan	Long Term	2.00	ACUITE BB-/stable (Assigned)
	DBP/DUBD	Short Term	10.00	ACUITE A4 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Term Loan	Not Available	Not Available	Not Available	2.00	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
DBP/DUBD	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4 Issuer not co-operating*

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

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 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.