

Press Release
Sri Vyjayanthi Labs Private Limited

July 27, 2020

Rating Update



Total Bank Facilities Rated*	Rs. 8.00 Cr #
Long Term Rating	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Short Term Rating	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

#Refer Annexure for details

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

Acuite has downgraded the long term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE a four plus**) on the Rs. 8.00 crore bank facilities of Sri Vyjayanthi Labs Private Limited (SVPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

SVPL, incorporated in July 1982, was taken over by the current management Mr. Mudunuri Venkata Satyanarayana Raju and Mrs. Sree Devi Mudunuri in 2008 from the previous management. The company is engaged in the manufacture of active pharmaceutical ingredients (APIs) and pharmaceutical intermediates. SVPL has its manufacturing facility at J.N.Pharma City in Visakhapatnam with an installed capacity of 50 Metric Tons Per annum.

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 continues to be 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>

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 endeavoured 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)

Crisil, vide its press release dated June 11, 2019, had denoted the rating of Sri Vyjayanthi Labs Private Limited as 'CRISIL D; ISSUER NOT COOPERATING'

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
15-Apr-2020	Proposed Cash Credit	Long Term	5.00	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
	Term loans	Long Term	1.50	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
	Proposed Letter of Credit	Short Term	1.50	ACUITE A4+ Issuer not co-operating*
12-Feb-2019	Proposed Cash Credit	Long Term	5.00	ACUITE BB/Stable (Assigned)
	Term loans	Long Term	1.50	ACUITE BB/Stable (Assigned)
	Proposed Letter of Credit	Short Term	1.50	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
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE B+ (Downgraded from ACUITE BB-) Issuer not co-operating*
Proposed Letter of Credit	Not Applicable	Not Applicable	Not Applicable	1.50	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

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

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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.

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