

Press Release

Abhilash Chemicals and Pharmaceutical Private Limited

October 07, 2020



Rating Update

Total Bank Facilities Rated*	Rs.34.00 Cr. #
Long Term Rating	ACUITE BB Downgraded and 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.

ACUITE has downgraded the long term rating from '**ACUITE BB+** (read as ACUITE double B plus) to '**ACUITE BB** (read as ACUITE double B) and review the short term rating to '**ACUITE A4+** (read as ACUITE A four plus) on the Rs.34.00 crore bank facilities of Abhilash Chemicals and Pharmaceutical Private Limited. This rating is now an indicative rating and is based on the best available information. The rating is constrained by information risk.

Abhilash Chemicals and Pharmaceuticals Private Limited, is a Tamil Nadu based company incorporated in the year 1994. The company is engaged in manufacturing of pharmaceutical raw materials (API), Specialty chemicals. The company's manufacturing facility is located at Madurai, Tamil Nadu with an installed capacity of 300 tons per month for pharma division (API), 300 tons per month for Leather Chemical Division and 100 tons per month for Resins. The products manufactured by the company are used for Diabetic Formulation Industries, Leather Manufacturers and Ink/Paint Industries.

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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is, therefore, being 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>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.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). 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 attempts.

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

Not applicable

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 (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
01-Aug-2019	Cash Credit	Long Term	16.00	ACUITE BB+/Stable (Assigned)
	Term Loan	Long Term	1.75	ACUITE BB+/Stable (Assigned)
	Letter of Credit	Short Term	16.00	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	0.25	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	16.00	ACUITE BB Downgraded; Issuer not co-operating*
Term Loan	Not Available	Not Applicable	Not Available	1.75	ACUITE BB Downgraded; Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE A4+ Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	0.25	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.

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