

## Press Release

### Flamingo Pharmaceuticals Limited

May 25, 2022



### Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	59.50	ACUITE B+   Downgraded   Issuer not co-operating*	-
Bank Loan Ratings	60.50	-	ACUITE A4   Downgraded   Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	120.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

### Rating Rationale

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 the short term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.120.00 Cr. bank facilities of Flamingo Pharmaceuticals Limited (FPL). This rating is now an indicative rating and is based on best available information.

### About the Company

Flamingo Pharmaceuticals Limited (FPL) incorporated in 1985 by Mr. Ashwin Thacker, is an export-oriented entity based in Mumbai. It is engaged in manufacturing and export of pharmaceutical formulations and products under its own brands and also on a contract basis. The company caters to the regulated as well as semi-regulated markets with presence in acute therapies such as antibiotics and antipyretic and also in chronic segment such as anti-diabetic and anti-hypertensive.

### 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.

Acuite believes that information risk is a critical component in such ratings, and noncooperation 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 Acuite's policies.

### 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.

### Rating Sensitivities

"No information provided by the issuer / available for Acuite to comment upon."

### Material Covenants

None

### Liquidity Position

"No information provided by the issuer / available for Acuite to comment upon."

### Outlook

Not Applicable

### Key Financials:

The rated entity has not shared the latest financial statements despite repeated requests.

### Status of non-cooperation with previous CRA

Not Applicable

### Any other information

None

### Applicable Criteria

- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entitie: <https://www.acuite.in/view-rating-criteria-61.htm>

### Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
03 Mar 2021	Term Loan	Long Term	1.00	ACUITE BB-   Stable (Assigned)
	Term Loan	Long Term	1.77	ACUITE BB-   Stable (Assigned)
	Bills Discounting	Short Term	10.00	ACUITE A4+ (Assigned)
	Letter of Credit	Short Term	8.00	ACUITE A4+ (Assigned)
	Packing Credit	Short Term	7.50	ACUITE A4+ (Assigned)
	Term Loan	Long Term	10.00	ACUITE BB-   Stable (Assigned)
	Packing Credit	Short Term	5.00	ACUITE A4+ (Assigned)
	Proposed Bank Facility	Long term	46.73	ACUITE BB-   Stable (Assigned)
	Letter of Credit	Short Term	3.00	ACUITE A4+ (Assigned)
	Packing Credit	Short Term	27.00	ACUITE A4+ (Assigned)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
ICICI Bank Ltd	Not Applicable	FBN/FBP/FBD/PSFC/FBE	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE A4   Downgraded   Issuer not co-operating* ( from ACUITE A4+ )
Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4   Downgraded   Issuer not co-operating* ( from ACUITE A4+ )
State Bank of India	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	8.00	ACUITE A4   Downgraded   Issuer not co-operating* ( from ACUITE A4+ )
Saraswat Bank	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE A4   Downgraded   Issuer not co-operating* ( from ACUITE A4+ )
Bank of India	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	7.50	ACUITE A4   Downgraded   Issuer not co-operating* ( from ACUITE A4+ )
State Bank of India	Not Applicable	PC/PCFC	Not Applicable	Not Applicable	Not Applicable	27.00	ACUITE A4   Downgraded   Issuer not co-operating* ( from ACUITE A4+ )
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	46.73	ACUITE B+   Downgraded   Issuer not co-operating* ( from ACUITE BB- )
Saraswat Bank	Not Applicable	Term Loan	Not available	Not available	Not available	1.00	ACUITE B+   Downgraded   Issuer not co-

							operating* (from ACUITE BB- )
ICICI Bank Ltd	Not Applicable	Term Loan	Not available	Not available	Not available	10.00	ACUITE B+   Downgraded   Issuer not co-operating* (from ACUITE BB- )
Hero Fincorp Ltd.	Not Applicable	Term Loan	Not available	Not available	Not available	1.77	ACUITE B+   Downgraded   Issuer not co-operating* (from ACUITE BB- )

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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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