



Press Release
Sai Radha Pharma India Private Limited
December 13, 2024
Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	40.83	ACUITE BB Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	40.83	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

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

Rating Rationale

Acuite has downgraded its long-term rating to '**ACUITE BB**' (read as **ACUITE double Bf**) from '**ACUITE BB+**' (read as **ACUITE double B plus**) on the Rs. 40.83 Cr. bank facilities of Sai Radha Pharma India Private Limited (SRPIPL). The rating is now flagged as "Issuer Not-Cooperating" on account of information risk and is based on the best available information. The rating has been downgraded on account of information risk.

About the Company

Incorporated in 2012, SRPIPL is engaged in the retail and wholesale distribution of pharmaceutical products under the brand name "Radha Medicals" in Coastal regions of Karnataka. The company is promoted by Mr. Manohar Shetty and Mrs. Anuradha Shetty. The company has seven retail and two wholesale stores located across Udupi and Mangalore regions.

Unsupported Rating

Not Applicable

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 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 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.

Rating Sensitivities

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

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 24 (Actual)	FY 23 (Actual)
Operating Income	Rs. Cr.	209.62	188.71
PAT	Rs. Cr.	4.38	3.38
PAT Margin	(%)	2.09	1.79
Total Debt/Tangible Net Worth	Times	1.23	1.64
PBDIT/Interest	Times	2.80	2.44

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Trading Entitie: <https://www.acuite.in/view-rating-criteria-61.htm>

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
25 Sep 2023	Cash Credit	Long Term	26.50	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	1.69	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	2.84	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	3.50	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	1.65	ACUITE BB+ Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	4.27	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	0.38	ACUITE BB+ Stable (Reaffirmed)
30 Jun 2022	Term Loan	Long Term	1.29	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	2.50	ACUITE BB+ Stable (Reaffirmed)
	Cash Credit	Long Term	26.50	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	4.14	ACUITE BB+ Stable (Reaffirmed)
	Term Loan	Long Term	6.40	ACUITE BB+ Stable (Reaffirmed)
20 Apr 2021	Cash Credit	Long Term	26.50	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	1.29	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	4.14	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	2.50	ACUITE BB+ Stable (Assigned)
	Term Loan	Long Term	6.40	ACUITE BB+ Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Bank of Baroda	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	26.50	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	4.27	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
Bank of Baroda	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	0.38	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
Bank of Baroda	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	1.69	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
Bank of Baroda	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	2.84	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
Bank of Baroda	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	3.50	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
Bank of Baroda	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	1.65	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)

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

Contacts

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About Acuité Ratings & Research

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