

Press Release

Asence Pharma Private Limited

December 24, 2019



Rating Withdrawn

Total Bank Facilities Rated*	Rs.22.00 Cr.
Long Term Rating	ACUITE B+ (Withdrawn)
Short Term Rating	ACUITE A4 (Withdrawn)

* Refer Annexure for details

Acuité has withdrawn the long-term rating of '**ACUITE B+**' (**read as ACUITE B plus**) and the short-term rating of '**ACUITE A4**' (**read as ACUITE A four**) on the Rs.22.00 crore bank facilities of ASENC PHARMA PRIVATE LIMITED (APPL).

The rating is being withdrawn on account of request received from the company and no objection certificate received from the banker. The rating withdrawal is in accordance with Acuité's policy on withdrawal of rating.

Asence Pharma Private Limited (APPL), incorporated in 2004, is engaged in the manufacturing, trading and export of formulations, bulk drugs and veterinary products. Bulk drug manufacturing constitutes around 10 per cent of total revenues. The company, headed by Mr. Mohal Sarabhai is a 100 per cent subsidiary of Asence Inc, USA (subsidiary of Ambalal Sarabhai Enterprises Limited).

The product range categories are analgesic, anti-allergic, anti-coagulant, anti-fungal among others. The company exports to around 40 countries.

Analytical Approach

Acuité has considered the standalone business and financial risk profiles of APPL to arrive at this rating.

About the Rated Entity - Key Financials

Particulars	Unit	FY19 (Actual)	FY18 (Actual)
Operating Income	Rs. Cr.	52.03	34.24
PAT	Rs. Cr.	1.10	0.23
PAT Margin	(%)	2.11	0.69
Total Debt/Tangible Net Worth	Times	2.80	2.10
PBDIT/Interest	Times	2.93	1.76

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

Not Applicable

Any other information

None

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>
- Entities in Manufacturing Sector- <https://www.acuite.in/view-rating-criteria-59.htm>
- Entities in Trading Sector- <https://www.acuite.in/view-rating-criteria-61.htm>

Note on complexity levels of the rated instrument
<https://www.acuite.in/criteria-complexity-levels.htm>

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
28-May-2019	Term Loan	Long term	3.95	ACUITE B+ Issuer not co-operating*
	Cash Credit	Long term	3.00	ACUITE B+ Issuer not co-operating*
	Export Packing Credit	Short Term	6.00	ACUITE A4 Issuer not co-operating*
	Packing Credit in foreign currency/foreign currency bill discounting	Short Term	6.00	ACUITE A4 Issuer not co-operating*
	Foreign Bill Purchase/Foreign Bill Negotiation (under LC)	Short Term	6.00	ACUITE A4 Issuer not co-operating*
	Foreign Bill Negotiation	Short Term	6.00	ACUITE A4 Issuer not co-operating*
	Proposed Term Loan	Long Term	10.00	ACUITE B+ Issuer not co-operating*
	Proposed Cash Credit	Long Term	2.05	ACUITE B+ Issuer not co-operating*
07-Mar-2018	Term Loan	Long term	3.95	ACUITE B+ Issuer not co-operating*
	Cash Credit	Long term	3.00	ACUITE B+ Issuer not co-operating*
	Export Packing Credit	Short Term	6.00	ACUITE A4 Issuer not co-operating*
	Packing Credit in foreign currency/foreign currency bill discounting	Short Term	6.00	ACUITE A4 Issuer not co-operating*
	Foreign Bill Purchase/Foreign Bill Negotiation (under LC)	Short Term	6.00	ACUITE A4 Issuer not co-operating*
	Foreign Bill Negotiation	Short Term	6.00	ACUITE A4 Issuer not co-operating*
	Proposed Term Loan	Long Term	10.00	ACUITE B+ Issuer not co-operating*
	Proposed Cash Credit	Long Term	2.05	ACUITE B+ Issuer not co-operating*
03-Feb-2017	Term Loan	Long term	3.95	ACUITE B+ Issuer not co-operating*
	Cash Credit**	Long term	3.00	ACUITE B+/Stable (Assigned)
	Export Packing Credit**	Short Term	6.00	ACUITE A4 (Assigned)
	Packing Credit in foreign currency/foreign currency bill	Short Term	6.00	ACUITE A4 (Assigned)

	discounting			
	Foreign Bill Purchase/Foreign Bill Negotiation (under LC)	Short Term	6.00	ACUITE A4 (Assigned)
	Foreign Bill Negotiation	Short Term	6.00	ACUITE A4 (Assigned)
	Proposed Term Loan	Long Term	10.00	ACUITE B+/Stable (Assigned)
	Proposed Cash Credit	Long Term	2.05	ACUITE B+/Stable (Assigned)

**Total Fund Based Working Capital Limit not to exceed Rs.6.00 crore.

** Letter of Credit of Rs.0.50 crore is the sublimit of fund based limit of Rs.9.95 crore.

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

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.95	ACUITE B+ (Withdrawn)
Cash Credit**	Not Applicable	Not Applicable	Not Applicable	3.00	ACUITE A4 (Withdrawn)
Export Packing Credit**	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4 (Withdrawn)
Packing Credit in foreign currency/foreign currency bill discounting	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4 (Withdrawn)
Foreign Bill Purchase/Foreign Bill Negotiation (under LC)	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4 (Withdrawn)
Foreign Bill Negotiation	Not Applicable	Not Applicable	Not Applicable	6.00	ACUITE A4 (Withdrawn)
Proposed Term Loan	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE B+ (Withdrawn)
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.05	ACUITE B+ (Withdrawn)

**Total Fund Based Working Capital Limit not to exceed Rs.6.00 crore.

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Contacts

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About Acuite Ratings & Research:

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