

RATING RATIONALE

12 Dec 2019

Abil Chempharma Pvt. Ltd.

Brickwork Ratings Revises the ratings for the Bank Loan Facilities of ₹15.00 Crores of Abil Chempharma Pvt. Ltd. based on best available information, as the issuer did not cooperate.

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous(May 2017)	Present
Fund based	2.00	2.00	Long Term	BWR BBB (Stable)	BWR BB+ (Stable) Issuer Not Cooperating* Downgraded
Non Fund Based	13.00	13.00	Short Term	BWR A3	BWR A4+ Issuer Not Cooperating* Downgraded
Total	15.00	15.00	INR Fifteen Crores Only		

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

* Issuer did not cooperate, based on best available information.

Details of Bank facilities is provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Brickwork Ratings downgraded the ratings for the bank loan facilities of ₹15.00 Crs of Abil Chempharma Pvt. Ltd. to BWR BB+/A4+ (Stable) Issuer Not Cooperating; based on best available information. BWR had rated the bank loan facilities of Abil Chempharma Pvt. Ltd. in May 2017 and assigned BWR BBB/A3 (Stable).

BWR took up with the issuer to provide required complete information over emails. Despite the best efforts of BWR to get at least the minimum required information for a review, the company has not provided the same. In the absence of adequate information from the issuer, BWR is unable to assess the issuer's financial performance and its ability to service its debt and maintain a valid rating. Hence on account of inadequate information and lack of management cooperation, BWR recommends to place the rating under the category of Issuer Not Cooperating.

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.

KEY FINANCIAL INDICATORS

Key Parameters	Units	FY15	FY16
Result Type		Audited	Audited
Net Sales	In ₹ Crs	163.08	117.13
EBITDA	In ₹ Crs	4.04	3.96
Net Sales	In ₹ Crs	2.03	2.27
Tangible Net worth	In ₹ Crs	10.53	12.78
Total debt/TNW	Times	0.65	0.28
Current Ratio	Times	1.43	1.42

COMPANY PROFILE

Abil Chempharma Private Limited was incorporated in 2002 by Mr Nirav Maniar having experience of around two decades in the industry. The company is involved in trading of bulk drugs and pharmaceutical formulations. ACPL is also a marketing representative for pharmaceutical manufacturers. ACPL's business model includes activities like procuring bulk drugs, formulations and selling it to pharmaceutical formulators and wholesalers.

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: NA RATING HISTORY

Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2018	18.05.2017	2016
Fund Based	Long Term	2.00	BWR BB+ (Stable) Issuer Not Cooperating* Downgraded	Not Rated	BWR BBB (Stable)	Not Rated
Non Fund Based	Short Term	13.00	BWR A4+ Issuer Not Cooperating* Downgraded		BWR A3	
Total		15.00	INR Fifteen Crores Only			

COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

Hyperlink/Reference to applicable Criteria

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ANNEXURE I

Abil Chempharma Pvt. Ltd.

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term [₹ Cr]	Short Term [₹ Cr]	Total [₹ Cr]
1.	Bank of Baroda	Fund Based	2.00	-	2.00
2.		Non Fund Based	-	13.00	13.00
TOTAL					15.00

Total INR Fifteen Crores Only.



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