



## Rating Rationale

26 Feb 2020

### Accord Life Spec Pvt Ltd

Brickwork Ratings revises the long term rating and reaffirms short term rating for the Bank Loan Facilities of Rs. 154.02Cr of Accord Life Spec Pvt Ltd based on best available information, as the company did not cooperate.

### Particulars

Facilities**	Amount (Rs. Crs)		Tenure	Rating#	
	Previous	Present		Previous (June 2018)	Present
<b>Fund based</b>					
Term Loan	140.00	140.00	Long Term	BWR C	BWR C- Issuer Not Cooperating* Downgraded
<b>Non Fund Based</b>					
Bank Guarantee	14.02	14.02	Short Term	BWR A4	BWR A4 Issuer Not Cooperating* Reaffirmed
<b>Total</b>	<b>154.02</b>	<b>154.02</b>	<b>Rupees One Hundred And Fifty Four Crores And Two Lakhs Only</b>		

\* Issuer did not cooperate; Based on the best available information ; \*\*Details of Bank facilities are provided in Annexure-I;

# Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

### Rating Action/Nature of Non Cooperation

The ratings were due for a review in June 2019. BWR took up with the company to provide required information for conducting a review of the ratings through emails and telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the company has not provided the same. The ratings were, therefore, migrated to the Rating not Reviewed category in September 2019. Due to the continued lack of management cooperation and in the absence of adequate information from the Company, BWR is unable to assess the Company's financial performance and its ability to service its debt and maintain a valid rating. The company has not been submitting the No Default Statement(NDS) to BWR, as per regulatory requirements. Hence, based on best available information, Brickwork Ratings has revised and migrated the ratings to the ISSUER NOT COOPERATING\* category.



### Limitations of the Rating

Information availability risk is a key factor in the assessment of credit risk as generally non-cooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of information required for a review of the rating.

### Key Financial Indicators

The Company has not provided financial information to BWR for the last two years.

### Company Profile

Accord Life was incorporated in 2014 to set up a manufacturing facility for oncology drugs at its facility at SIPCOT, Chennai. Mr.S.Jagathrakshakan is the Managing Director

Despite several attempts to get information on the present status of the project and operational details, the company has not provided the same

**Status of non-cooperation with previous CRA - ICRA,** vide its press release dated 29 March 2019, has continued its ratings to the 'Issuer Not Cooperating' category as the company has not provided the requisite information to monitor the ratings

### Rating History

Facilities	Current Rating (Feb 2020)			Rating History		
	Tenure	Amount (Rs. Crs)	Rating	30 Sep 2019	28 June 2018	2017
<b>Fund Based</b>						
Term Loan	Long Term	140.00	<b>BWR C- Issuer Not Cooperating*</b>	Rating Not Reviewed	BWR C	NA
<b>Non Fund Based</b>						
Bank Guarantee	Short Term	14.02	<b>BWR A4 Issuer Not Cooperating*</b>	Rating Not Reviewed	BWR A4	NA
<b>Total</b>		<b>154.02</b>	<b>Rupees One Hundred And Fifty Four Crores And Two Lakhs Only</b>			

\*Issuer did not cooperate; Based on best available information;

### Complexity levels of the instruments

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-Cooperation](#)
- [Manufacturing Companies](#)
- [Short Term Debt](#)

Analytical Contacts	Investor and Media Relations
<p><b>G.Karthick</b> Ratings Analyst B :+91 80 4040 9940 Ext :349 karthick.g@brickworkratings.com</p> <p><b>Rajee R</b> Senior Director - Ratings B: +91 80 4040 9940 rajee.r@brickworkratings.com</p>	<p><b>Liena Thakur</b> Assistant Vice President - Corporate Communications +91 84339 94686 liena.t@brickworkratings.com</p>

### ANNEXURE I

#### Accord Life Spec Pvt Ltd Details of Bank Loan Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facility	Long Term [Rs. Crs]	Short Term [Rs. Crs]	Total [Rs. Crs]
1	Punjab National Bank	Term Loan	90.00	-	90.00
		Bank Guarantee	-	14.02	14.02
2	UCO Bank	Term Loan	50.00	-	50.00
<b>TOTAL - Rupees One Hundred And Fifty Four Crores And Two Lakhs Only</b>					<b>154.02</b>



### **For print and digital media**

The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

**About Brickwork Ratings:** Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner. BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

**DISCLAIMER:** Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reason.