Rating Rationale

Moraceae Pharmaceuticals Pvt Ltd

30 Mar 2019

Brickwork Ratings has reviewed the Rating for the Bank Loan facilities of ₹ 7.68 Crore of Moraceae Pharmaceuticals Pvt Ltd based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is as under

Particulars

Facility	Amount (₹ Cr)		Tenure	Rating*	
	Previous	Present		Previous (Nov, 2017)	Present
Fund based	7.43	7.43	Long Term	BWR B (Pronounced as BWR Single B) (Outlook: Stable) (Upgrade)	Issuer did not Cooperate; BWR C (Pronounced as BWR Single C) (Downgraded)
Non Fund Based	0.25	0.25	Short Term	BWR A4 (Pronounced as BWR Single A Four) (Assignment)	Issuer did not Cooperate; BWR A4 (Pronounced as BWR Single A Four) (Reaffirmed)
Total	7.68	7.68	₹ Seven Crores Sixty Eight Lakhs Only		

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not co-operate; based on best available information

Ratings: Downgraded/Reaffirmed

Nature of Non-co-operation:
The rating was due for a review in Nov 2018. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the issuer/Company, BWR is unable to assess the issuer's/Company's financial performance and its ability to service its debt and maintain a valid rating.

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.

About the Company (Information as available in Nov, 2017)

Moraceae Pharmaceuticals Private Limited was incorporated on 7th July, 1999 in Lucknow, UP. The company is engaged in the business of manufacturing & marketing of pharmaceutical formulations like Tablet, Syrup, Lotion, Capsule & Ointments. The company has a manufacturing plant situated at A-66, Eldeco Sidcul Industrial Park, Jail Camp Road, Sitarganj, Udham Singh Nagar, Uttrakhand. Mr.Ravindra Singh and Mr.Shatrupa Singh are the Directors of the Company . The company at present has a marketing network spread across the states of Uttar Pradesh, Bihar, Uttrakhand, Jharkhand, West Bengal, Odisha, Assam and North East States, Rajasthan, Madhya Pradesh, Chhattisgarh. These products are sold in the market through a chain of C&F agents, stockists, retailers through prescription of Doctors and are promoted by their Sales team of Medical Representatives.

Rating History for the last three years

S.No	**Instrument /Facility**	**Current Rating (Mar 2019)**			**Rating History**		
		Type	Amount (₹ Cr)	Rating^	2018	Nov 2017	2016
1	**Fund Based**	Long Term	7.43	**Issuer did not Cooperate; BWR C (Pronounced as BWR Single C) (Downgraded)**	**No Change**	**BWR B (Pronounced as BWR Single B) (Outlook: Stable) (Upgrade)**	**BWR D (Pronounced as BWR D)**
2	**Non Fund Based**	Short Term	0.25	**Issuer did not Cooperate; BWR A4 (Pronounced as BWR Single A Four) (Reaffirmed)**		**BWR A4 (Pronounced as BWR Single A Four) (Assignment)**	**-**
	Total		**7.68**	**₹ Seven Crores Sixty Eight Lakhs Only**			

^Issuer did not co-operate; based on best available information

Hyperlink/Reference to applicable Criteria

- [General Criteria]
- [Approach to Financial Ratios]
- [What Constitutes Non-Cooperation]

Moraceae Pharmaceuticals Pvt Ltd
Annexure I

Particulars	Units	2017 (Prov)	2016(A)
Net Sales/Revenues	₹ Cr	25.07	25.63
EBIDTA	₹ Cr	1.84	1.90
PAT	₹ Cr	0.11	0.03
Tangible Net Worth	₹ Cr	6.51	6.40
Total Debt : TNW	Times	1.64	1.81
Current Ratio	Times	1.23	1.29

Note: As per the information available with BWR

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Note on complexity levels of the rated instrument:
BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been 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 Nationalized 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, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 10,00,000 Cr. In addition, BWR has rated over 6300 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹24,440 Cr have been rated.

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