



Press Release

Primecare Pharma Private Limited (PPPL)

January 09, 2024

Ratings

Facilities	Amount (Rs. crore)	Ratings	Rating Action	<u>Complexity Indicator</u>
Long Term Fund Based Facility – Cash Credit (Proposed)	100.00	IVR B-/ Negative, ISSUER NOT COOPERATING*/ (IVR Single B Minus with Negative Outlook; ISSUER NOT COOPERATING*)	Revised & Moved to ISSUER NOT COOPERATING Category	Simple
Total	100.00 (Rupees Hundred Crores Only)			

* Issuer did not cooperate; based on best available information

Detailed Rationale

The revision in the ratings assigned to the bank facilities of Primecare Pharma Private Limited (PPPL) reflects non-submission of 'No Default Statement' for three consecutive months ended December 2023, and the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy.

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity, despite the rating revision.



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Note on non-cooperation.

Infomerics has been regularly following up with the company to provide the NDS to monitor its assigned rating to the bank facilities, vide most recent mail communications dated January 04, 2024, and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted the NDS for the months of October 2023, November 2023, and December 2023.

Availability of NDS is very critical in rating exercise. In the absence of NDS, in consonance with SEBI guidelines, Infomerics has continued the ratings assigned to the bank loan facilities of Primecare Pharma Private Limited aggregating to INR 100.00 crore in the 'ISSUER NOT COOPERATING' category. The rating is now denoted as IVR B-/ Negative; ISSUER NOT COOPERATING for the long-term bank facilities.

Analytical Approach: Standalone

Applicable Criteria

[Rating Methodology for Trading Companies](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\)](#)

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Criteria of assigning Rating Outlook](#)

About the company

Primecare Pharma Pvt Ltd is a company which is into manufacturing and distribution of all branded medicines, based in Bangalore, incorporated by Mr. Parveez Ahmed and Dr. Mohamed Umar Nayaz. Till 2019, Pharmacy Retail branches were started as a part of Primecare Medical Services and Multi-speciality Clinics (India) Pvt Ltd.



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Financials (Standalone)*:

(INR crore)

For the year ended* As on	31-03-2021	31-03-2022
	Audited	Audited
Total Operating Income	5.96	7.42
EBITDA	-1.59	-0.95
PAT	-1.68	-1.03
Total Debt	0.00	0.00
Tangible Net Worth	-1.69	-2.73
EBITDA Margin (%)	-26.79	-12.79
PAT Margin (%)	-28.25	-13.90
Overall Gearing Ratio (x)	0.00	0.00

*Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: None

Any other information: None



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Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2023-24)				Rating History for the past 3 years		
		Type	Amount outstanding (INR Crore)	Rating	Date(s) & Rating(s) assigned in 2023-24 PR Dated: April 07, 2023	Date(s) & Rating(s) assigned in 2022-23	Date(s) & Rating(s) assigned in 2021-22	Date(s) & Rating(s) assigned in 2020-21
1	Long Term Fund Based Bank Facilities – Cash Credit (Proposed)	Long Term	100.00	IVR B-/ Negative/ INC	IVR B/ Stable	--	--	--

** Issuer did not cooperate; based on best available information*

Name and Contact Details of the Rating Team:

Name: Amit Bhuwania
Tel: (022) 62396023
Email: abhuwania@infomerics.com

About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt



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instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information visit www.infomerics.com.

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure 1: Details of Facilities: Not Applicable

Annexure 2: List of companies considered for consolidated analysis: Not Applicable.

Annexure 3: Facility wise lender details: Not Available

Annexure 4: Detailed explanation of covenants of the rated instrument/ facilities: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.