



Infomerics Valuation And Rating Pvt. Ltd.

Press Release

MJ Pharmaceuticals Private Ltd.

October 12, 2019

Ratings

Instrument / Facility	Amount	Rating*	Rating Action
Commercial Paper	Rs.750.00 crore (current o/s nil)	IVR A1+ (CE) (IVR A One Plus [Credit Enhancement])	Withdrawn

**Based on corporate guarantee from Shanghvi Finance Private Limited (SFPL). The corporate guarantee is backed by pledge of shares held by SFPL in Sun Pharmaceutical Industries Limited (Sun Pharma).*

Details of Facilities are in Annexure 1

Rating Action

Infomerics Valuation and Rating Private Limited has withdrawn the rating assigned to the Commercial Paper issue of MJ Pharmaceuticals Private Ltd. (MJPPPL) at the request of the company and based on the receipt of confirmation from the Registrar and Transfer Agent that there is no amount outstanding against the aforesaid Commercial Paper issue.

Detailed Rationale

The rating is withdrawn in accordance with Infomerics' policy on withdrawal and as requested by the company.

Analytical Approach and Applicable Criteria: Policy on Withdrawal

About the Company

Incorporated in 1996, MJPPPL is involved in the pharmaceutical business and it also has interests in construction and development of real estate projects through joint ventures and partnerships. It is part of the Dilip Shanghvi group.

About the Guarantor Company

Shanghvi Finance Private Limited (SFPL) is promoted by Mr. Dilip Shanghvi, the promoter of Sun Pharmaceutical Industries Limited and Sun Pharma Advanced Research Company Ltd.



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Mr. Shanghvi holds 98.28% of the shares of SFPL. SFPL was registered as NBFC with RBI. The company applied to RBI in June 2017, to voluntarily surrender its NBFC registration licence. During the year FY18, the company had an income of Rs.417 crore with profit after tax of Rs.378 crore.

Status of non-cooperation with previous CRA: Not applicable

Any other information: Nil

Rating History for last three years:

Sl. No.	Name of Instrument/ Facilities	Current Rating (Year 2019-20)			Rating History for the past 3 years				
		Type	Amount outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2018-19		Date(s) & Rating(s) assigned in 2017-18	Date(s) & Rating(s) assigned in 2016-17	
1.	Commercial Paper	Short Term	750.00	IVR A1+ (CE) (Withdrawn)	IVR A1+ (CE) (September 14, 2019)	IVR A1+ (SO) (February 5, 2019)	Provisional IVR A1+ (SO) (December 31, 2018)	--	--

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.

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About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. Company's long experience in varied spectrum of financial services is helping it to fine tune its product offerings to best suit the market.



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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, suspend 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

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Commercial Paper	--	--	--	750.00	IVR A1+ (CE) (Withdrawn)