

January 24, 2024

Trikona Pharmaceuticals Pvt Ltd: Rating Continues to remain under Issuer Non-Cooperating Category

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term Fund-based – Term loan	4.00	4.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Unallocated facility	4.00	4.00	[ICRA]B+(Stable); ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	8.00	8.00	

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

[^]Instrument details are provided in Annexure-1

Rationale

ICRA has retained the ratings for the bank facilities of **Trikona Pharmaceuticals Pvt Ltd** to the 'Issuer Not Cooperating' category. The rating is denoted as “[ICRA]B+ (Stable); ISSUER NOT COOPERATING”

As part of its process and in accordance with its rating agreement with **Trikona Pharmaceuticals Pvt Ltd**, ICRA has been trying to seek information from the entity so as to monitor its performance, but despite multiple requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA, a rating view has been taken on the entity based on the best available information.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities: [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Policy in respect of Non-cooperation by a rated entity Rating Methodology - Pharmaceuticals
Parent/Group support	Not Applicable
Consolidation/Standalone	The ratings are based on the company's standalone financial profile

About the company

TPPL was incorporated in 2016 and is promoted by Dr. S. Surendranath Reddy and Mr. K. Sunil Chandra. The promoters are founders of Vijaya Diagnostic Centre Pvt Ltd, which provides comprehensive diagnostic services. TPPL is into R&D, product development and manufacturing of formulations for the dermatology segment, which includes creams, gels and ointments for treatment of anti-fungal, wound healing, anti-bacterial and pigmentation categories. The company manufactures formulations.

Key financial indicators (audited)

	FY2022	FY2023
Operating income	7.5	12.6
PAT	(3.2)	(1.9)
OPBDIT/OI	(22.7%)	(7.0%)
PAT/OI	(42.4%)	(15.4%)
Total outside liabilities/Tangible net worth (times)	(1.6)	(1.5)
Total debt/OPBDIT (times)	(13.9)	(27.4)
Interest coverage (times)	(2.2)	(1.8)

Source: Company, ICRA Research; All ratios as per ICRA's calculations; Amount in Rs. crore

PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Current Rating (FY2024)				Chronology of Rating History for the past 3 years		
		Amount Rated (Rs. crore)	Amount Outstanding as of Mar 31, 2023 (Rs. crore)	Date & Rating in FY2024		Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021
				Jan 24, 2024	May 24, 2023	Sep 30, 2022	Jun 03, 2021	-
1 Term loans	Long-term	4.0	2.8	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	[ICRA]B+ (Stable)	[ICRA]B+ (Stable)	-
2 Unallocated	Long-term	4.0	-	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	[ICRA]B+ (Stable) ISSUER NOT COOPERATING	[ICRA]B+ (Stable)	-	-

Complexity level of the rated instrument

Instrument	Complexity Indicator
Term loan	Simple
Unallocated	NA

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: [Click Here](#)

Annexure-I: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Term Loan	November 2016	NA	September 2024	4.00	[ICRA]B+ (Stable) ISSUER NOT COOPERATING
NA	Unallocated	NA	NA	NA	4.00	[ICRA]B+ (Stable) ISSUER NOT COOPERATING

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure-II: List of entities considered for consolidated analysis: Not Applicable

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About ICRA Limited:

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Branches



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