

October 15, 2024

Hemant Surgical Industries Limited: Ratings withdrawn

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term fund based – working capital	2.50	2.50	[ICRA]BB+(Stable) ISSUER NOT COOPERATING*; Withdrawn
Short-term non-fund based limits	26.50	26.50	[ICRA]A4+; ISSUER NOT COOPERATING*; Withdrawn
Unallocated limits	0.20	0.20	[ICRA]BB+(Stable)/[ICRA]A4+; ISSUER NOT COOPERATING*; Withdrawn
Total	29.20	29.20	

[^]Instrument details are provided in Annexure-I

*Issuer did not cooperate; based on best available information

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Hemant Surgical Industries Limited (HSIL) at the request of the company, and in accordance with ICRA's policy on withdrawal of credit ratings. ICRA does not have information to suggest that the credit risk has changed since the time the rating was last reviewed.

The key rating drivers, liquidity position, rating sensitivities and key financial indicators have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Policy In Respect of Non-Cooperation by A Rated Entity Policy on withdrawal of Credit Ratings
Parent/Group support	Not Applicable
Consolidation/Standalone	Standalone financials.

About the company

Incorporated in 1989, HSIL is a manufacturer, exporter, importer, trader, distributor and supplier of disposable surgical products, nebulisers, hemodialysis equipment and other products for over 80dealers across India. It is the exclusive supplier of surgical disposables from JMS (Japan) and silicon foley catheters from Haiyan Knagyuuan Medical Instrument Co. Limited (China). The company has also received technical transfer from JMS for its medical tape, which is manufactured and exclusively distributed by HSIL. HSIL was listed on the BSE SME platform by the way of an IPO in June 2023.

HSIL also supplies dialysis equipment, renal care, oxygen concentrators, air mattresses, ultrasound machines and digital thermometers, among other products. Further, it designs and manufactures a range of nebulisers, which are marketed under the company's own AERO brand. HSIL also refurbishes second-hand dialysis machines, and manufactures and supplies related accessories, dialysers and haemodialysis solutions. The registered office of the company is in Mumbai, while it has three manufacturing and assembly units in Achhad, Atgaon and Bhiwandi in Maharashtra.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Amount rated (Rs. crore)	Current rating (FY2025)		Chronology of rating history for the past 3 years				
			Date & rating in FY2025		Date & rating in FY2024		Date & rating in FY2023	Date & rating in FY2022	
			October 15, 2024	August 30, 2024	Aug 18, 2023	June 27, 2023	June 02, 2022	April 27, 2021	
1	Term loan	Long Term	-	-	-	-	-	[ICRA]BB (Stable)	[ICRA]BB- (Stable)
2	Working capital facilities	Long Term	2.50	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING ; Withdrawn	[ICRA]BB+ (Stable); ISSUER NOT COOPERATING	[ICRA]BB+ (Positive); ISSUER NOT COOPERATING	[ICRA]BB+ (Positive)	[ICRA]BB (Stable)	[ICRA]BB- (Stable)
3	Non-fund-based facilities- LC/BG	Short Term	26.50	[ICRA]A4+; ISSUER NOT COOPERATING ; Withdrawn	[ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]A4+	[ICRA]A4	[ICRA]A4
4	Unallocated limits	Long Term / Short Term	0.20	[ICRA]BB+ (Stable)/ [ICRA]A4+; ISSUER NOT COOPERATING ; Withdrawn	[ICRA]BB+ (Stable)/ [ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]BB+ (Positive)/ [ICRA]A4+; ISSUER NOT COOPERATING	[ICRA]BB+ (Positive)/ [ICRA]A4+	-	-

Complexity level of the rated instruments

Instrument	Complexity Indicator
Fund-based working capital	Simple
Non-fund based – LC/BG	Very Simple
Unallocated limits	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, are 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	Cash Credit	-	-	-	2.50	ICRA]BB+(Stable); ISSUER NOT COOPERATING*; Withdrawn
NA	Letter of Credit	-	-	-	26.50	[ICRA]A4+; ISSUER NOT COOPERATING*; Withdrawn
NA	Unallocated	-	-	-	0.20	[ICRA]BB+(Stable)/ [ICRA]A4+; ISSUER NOT COOPERATING*; Withdrawn

Source: Company

* Issuer did not cooperate; based on best available information

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

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