

Avantor Performance Materials India Limited (erstwhile RFCL Limited)

May 25, 2018

Summary of rated instruments

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based facilities	15.00	15.00	[ICRA]BB (Negative) withdrawn
Non-fund based facilities	20.00	20.00	[ICRA]A4 withdrawn
Total	35.00	35.00	

*Instrument details are provided in Annexure-1

Rating action

ICRA has withdrawn the long-term and short-term rating outstanding of [ICRA]BB/[ICRA]A4; (pronounced ICRA double B)/ (pronounced as ICRA A four)¹ for the Rs. 35.00 crore² fund-based and non-fund based bank facilities Avantor Performance Materials Limited (erstwhile RFCL Limited) (APMIL/the company). The outlook on the long-term rating was 'Negative'.

Rationale

The long-term rating and short-term rating assigned to Avantor Performance Materials Limited (erstwhile RFCL Limited) have been withdrawn at the request of the company, based on the no objection certificate provided by its banker.

Analytical approach: For arriving at the ratings, ICRA has applied its rating methodologies as indicated below.

Links to applicable criteria:

[Corporate Credit Rating Methodology](#)

[Rating Methodology for Chemical Industry](#)

About the company:

APMIL manufactures laboratory chemicals and reagents, filtration and chromatography products. Additionally, it also supplies diagnostic kits and equipment. The company offers a wide range of products that find application in the biotechnology, pharmaceutical, electronics, chemicals, institutional, and environmental sectors, among various others.

The company started its operations in 1991 as Ranbaxy Bio Chemicals Limited. It was re-named to Ranbaxy Fine Chemicals Limited in February 1996. In December 2005, the company was divested by Ranbaxy Laboratories Limited to ICICI Venture Funds Management Company Limited (ICICI Ventures). Subsequent to the acquisition, it was again re-named as RFCL Limited in November 2006. In November 2010, Avantor Performance Materials Holdings S.A. entered into a definitive agreement to acquire the company from ICICI Ventures, and following the acquisition, the name of the company was finally changed to its present one—APMIL.

¹ For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications

² 100 lakh = 1 crore = 10 million

Key financial indicators

	FY2016 (Audited)	FY2017 (Provisional)
Operating Income (Rs. crore)	383.9	416.9
PAT (Rs. crore)	23.0	-35.1
OPBDIT/ OI (%)	10.4	-4.8
RoCE (%)	21.3	-16.6
Total Debt/ TNW (times)	1.1	1.1
Total Debt/ OPBDIT (times)	2.3	-4.7
Interest Coverage (times)	4.1	-2.1
NWC/ OI (%)	14.4	12.4

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

S. No.	Instrument	Type	Current Rating (FY2019)		Date & Rating	Chronology of Rating History for the past 3 years			
			Rated amount (Rs. Crores)	Amount O/S (Rs. crore)		Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2016	Date & Rating in FY2015
1	Fund based facilities	Long Term	15.00	-	[ICRA]BB (Negative); Withdrawn	[ICRA]BB (Negative)	[ICRA]BB+ (Negative)	[ICRA]BBB- (Stable)	[ICRA]BBB- (Stable)
2	Non-fund based facilities	Short Term	20.00	-	[ICRA]A4 Withdrawn	[ICRA]A4	[ICRA]A4+	[ICRA]A3	[ICRA]A3

Complexity level of the rated instrument:

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website www.icra.in

Annexure-1: Instrument Details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
-	Cash Credit	-	-	-	15.00	[ICRA]BB (Negative); Withdrawn
-	Letter of Credit/ Bank Guarantee	-	-	-	20.00	[ICRA]A4 Withdrawn

Source: APMIL

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For more information, visit www.icra.in

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