

July 12, 2024

Everest Organics Limited: Ratings withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term – Fund-based – Cash Credit	16.00	16.00	[ICRA] B+ (Stable); withdrawn
Long-term – Fund-based – Term Loans	17.10	17.10	[ICRA] B+ (Stable); withdrawn
Short-term – Non-fund based	6.00	6.00	[ICRA]A4; withdrawn
Long-term/Short-term – Fund-based	7.00	7.00	[ICRA] B+ (Stable)/[ICRA]A4; withdrawn
Long-term – Unallocated	0.90	0.90	[ICRA] B+ (Stable); withdrawn
Total	47.00	47.00	

*Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of **Everest Organics Limited** at the request of the company and confirmation from the company that they have not availed unallocated limits rated by ICRA from any of the banks and based on the No Objection Certificate received from the banker, which is in accordance with ICRA's policy on withdrawal. 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position, rating sensitivities and key financial indicators have not been captured as the rated instruments are being withdrawn.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 on withdrawal of Credit Ratings Pharmaceuticals
Parent/Group support	Not Applicable
Consolidation/Standalone	The rating is based on the company's standalone financial profile.

About the company

Everest Organics Limited was established in 1993 by Dr. Srihari Raju. It is currently managed by his daughter, Dr. Sirisha Kakarlapudi, who is the new CEO of EOL. Initially incorporated as a private limited company, it went public and was listed on the BSE in 1995. The company manufactures APIs and intermediates such as Omeprazole, Esomeprazole, Pantoprazole, Chloro compound and Benzimidazole. Its manufacturing facility is at Aroor village, in the Medak district of Telangana, with an installed production capacity of 820 MTPA. The company is ISO 9001-2008 certified, while the plant is WHO-GMP certified. The manufacturing facility also received US FDA approval in June 2017.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Current rating (FY2025)		Chronology of rating history for the past 3 years			
		Amount Rated (Rs. crore)	Date & rating in FY2025	Date & rating in FY2024	Date & rating in FY2023		Date & rating in FY2022
			July 12, 2024	Aug 24, 2023	Aug 22, 2022	Jun 08, 2022	Dec 15, 2021
1 Cash Credit	Long Term	16.00	[ICRA] B+ (Stable); withdrawn	[ICRA]B+(Stable)	[ICRA]B+(Stable)	[ICRA]BB(Negative)	[ICRA]BB+(Stable)
2 Term Loans	Long Term	17.10	[ICRA] B+ (Stable); withdrawn	[ICRA]B+(Stable)	[ICRA]B+(Stable)	[ICRA]BB(Negative)	[ICRA]BB+(Stable)
3 Non - Fund Based	Short Term	6.00	[ICRA]A4; withdrawn	[ICRA]A4	[ICRA]A4	[ICRA]A4	[ICRA]A4+
4 Fund-Based	Long/ Short Term	7.00	[ICRA] B+ (Stable)/[ICRA]A4; withdrawn	[ICRA]B+(Stable)/ [ICRA]A4	[ICRA]B+(Stable)/ [ICRA]A4	[ICRA]BB(Negative)/ [ICRA]A4	[ICRA]BB+(Stable)/ [ICRA]A4+
5 Unallocated	Long Term	0.90	[ICRA] B+ (Stable); withdrawn	[ICRA]B+(Stable)	-	-	-

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long Term – Fund based – Term Loan	Simple
Long Term – Fund based – Cash Credit	Simple
Short Term – Non Fund based	Very Simple
Long Term/Short Term – Fund based - Bill Discounting/ Export Packaging Credit	Simple
Long Term – Unallocated	Not Applicable

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	Coupon Rate	Maturity	Amount Rated (Rs. Crore)	Current Rating and Outlook
NA	Cash Credit	-	-	-	16.00	[ICRA]B+ (Stable); withdrawn
NA	Term Loan	02/07/2021	-	FY2028	17.10	[ICRA]B+ (Stable); withdrawn
NA	Letter of Credit	-	-	-	5.50	[ICRA]A4; withdrawn
NA	Bank Guarantee	-	-	-	0.50	[ICRA]A4; withdrawn
NA	Bill discounting/Export Packaging Credit	-	-	-	7.00	[ICRA]B+ (Stable)/[ICRA]A4; withdrawn
NA	Unallocated	-	-	-	0.90	[ICRA]B+ (Stable); withdrawn

Source: Company

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

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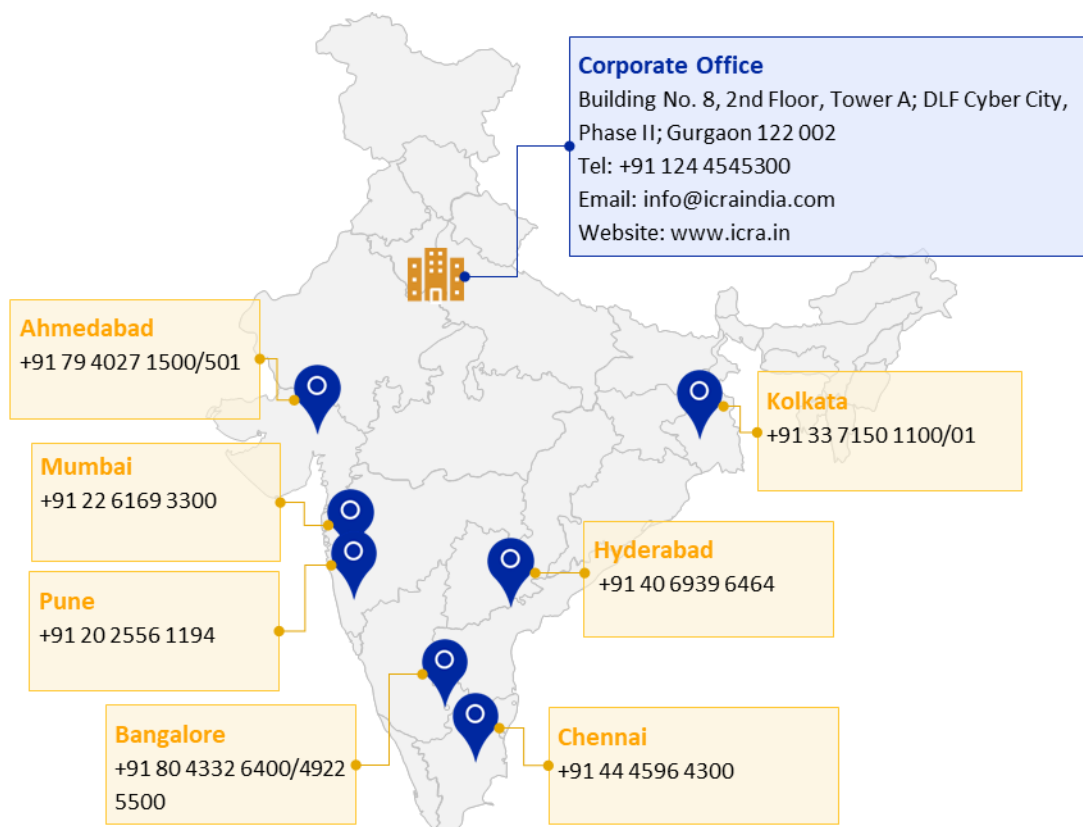


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