June 28, 2019

Stallion Laboratories Private Limited: Rating continues to remain under 'Issuer Not Cooperating' category

Summary of Rated Instrument:

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund based TL	1.00	1.00	[ICRA]BB (Stable); ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Fund based CC	3.50	3.50	[ICRA]BB (Stable); ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Short term fund based	7.50	7.50	[ICRA]A4+; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Short term non fund based	1.50	1.50	[ICRA]A4+; ISSUER NOT COOPERATING*; Rating continues to remain under 'Issuer Not Cooperating' category
Total	**13.50**	**13.50**	

*Issuer did not co-operate; based on best available information.

Rationale

The ratings for the Rs. 13.50-crore bank facilities of Stallion Laboratories Private Limited continue to remain under 'Issuer Not Cooperating' category. The rating is denoted as "[ICRA]BB(Stable)/[ICRA]A4+ ISSUER NOT COOPERATING" for the bank facilities of the company.

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA basis best available/dated/ limited information on the issuers' performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology Policy in respect of non-cooperation by the rated entity
Parent/Group Support	Not Applicable
Consolidation / Standalone	The assigned rating is based on the issuer's standalone financial statements.

About the company:

Stallion Laboratories Private Limited (SLPL) is a pharmaceuticals company engaged in manufacturing formulation drugs in its own brand name as well as contract manufacturing of branded generic drugs for merchant exporters, domestic formulators and state level government bodies. SLPL is promoted by Mr Vijay Shah who acquired the entity in 1990 from Mr Yatin Davda who set up the company in 1988. SLPL has developed more than 400 generic products that it manufactures in its WHO GMP compliant plant at Bavla in Ahmedabad, Gujarat, with a total installed manufacturing capacity of 105 crore tablets, 15 crore capsules and 3 lakh litres of liquid formulation per year.

The previous rating rationale is available on the following link: Click here

Key financial indicators:

Not Applicable

Status of non-cooperation with previous CRA:

CRA	Status of non-cooperation	Date of Press Release
CARE Ratings Limited	CARE BB (Stable)/A4; Issuer not cooperating	September 25, 2018

Any other information: None

Rating history for last three years:

	Instrument	Current Rating (FY2020)				Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs Crore)	Date & Rating Jun-19	Date & Rating in FY2019 -	Date & Rating in FY2018 Mar-18	Date & Rating in FY2018 Nov-17	Date & Rating in FY2016 Jul-16
1	Term Loan	Long Term	1.00	**NA**	**[ICRA]BB (Stable) ISSUER NOT COOPERATING**	-	[ICRA]BB (Stable) ISSUER NOT COOPERATING	[ICRA]BB (Stable) ISSUER NOT COOPERATING *	[ICRA]BB (Stable)
2	Cash credit	Long Term	3.50	**NA**	**[ICRA]BB (Stable) ISSUER NOT COOPERATING**	-	[ICRA]BB (Stable) ISSUER NOT COOPERATING	[ICRA]BB (Stable) ISSUER NOT COOPERATING *	[ICRA]BB (Stable)
3	Fund based- Bill Discounting under LC	Short Term	1.00	**NA**	**[ICRA]A4+ ISSUER NOT COOPERATING**	-	[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]A4+ ISSUER NOT COOPERATING *	[ICRA]A4+
4	Fund based- Export Packing Credit	Short Term	6.50	**NA**	**[ICRA]A4+ ISSUER NOT COOPERATING**	-	[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]A4+ ISSUER NOT COOPERATING *	[ICRA]A4+
5	Non-fund based – Inland/Foreign Letter of Credit (LC)	Short Term	0.75	**NA**	**[ICRA]A4+ ISSUER NOT COOPERATING**	-	[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]A4+ ISSUER NOT COOPERATING *	[ICRA]A4+
6	Non-fund based Inland/Foreign Guarantee	Short Term	0.75	**NA**	**[ICRA]A4+ ISSUER NOT COOPERATING**	-	[ICRA]A4+ ISSUER NOT COOPERATING	[ICRA]A4+ ISSUER NOT COOPERATING *	[ICRA]A4+

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
NA	Term Loan	-	-	-	1.00	[ICRA]BB (Stable) ISSUER NOT COOPERATING
NA	Cash credit	-	-	-	3.50	[ICRA]BB (Stable) ISSUER NOT COOPERATING
NA	Fund based- Bill Discounting under LC	-	-	-	1.00	[ICRA]A4+ ISSUER NOT COOPERATING
NA	Fund based- Export Packing Credit	-	-	-	6.50	[ICRA]A4+ ISSUER NOT COOPERATING
NA	Non-fund based – Inland/Foreign Letter of Credit (LC)	-	-	-	0.75	[ICRA]A4+ ISSUER NOT COOPERATING
NA	Non-fund based Inland/Foreign Guarantee	-	-	-	0.75	[ICRA]A4+ ISSUER NOT COOPERATING

Source: Stallion Laboratories Private Limited

ANALYST CONTACTS

K. Ravichandran
+91 44 4596 4301
ravichandran@icraindia.com

Suprio Banerjee
+91 22 6114 3443
supriob@icraindia.com

Sanket Thakkar
+91 79 4027 1528
Sanket.thakkar@icraindia.com

Anuja Shah
+91 79 4027 1530
anuja.shah@icraindia.com

RELATIONSHIP CONTACT

Jayanta Chatterjee
+91 80 4332 6401
jayantac@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani
Tel: +91 124 4545 860
communications@icraindia.com

Helpline for business queries:

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited

Corporate Office
Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002
Tel: +91 124 4545300
Email: info@icraindia.com
Website: www.icra.in

Registered Office
1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001
Tel: +91 11 23357940-50

Branches

Mumbai	+ (91 22) 24331046/53/62/74/86/87
Chennai	+ (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,
Kolkata	+ (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,
Bangalore	+ (91 80) 2559 7401/4049
Ahmedabad	+ (91 79) 2658 4924/5049/2008
Hyderabad	+ (91 40) 2373 5061/7251
Pune	+ (91 20) 2556 0194/ 6606 9999

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents