



Press Release

Cadchem Laboratories Limited

October 09, 2020

Ratings

Instrument / Facility	Amount (Rs. crore)	Ratings	Rating Action
Long Term Bank Facilities	17.00	IVR D	Reaffirmed and Withdrawn
Short Term Bank Facilities	3.25	IVR D	Reaffirmed and Withdrawn
Total	20.25 (INR Twenty Crores and Twenty Five Lakhs Only)		

Details of Facilities are in Annexure 1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

Infomerics has withdrawn the outstanding ratings of 'IVR D' assigned to the bank facilities of Cadchem Laboratories Limited with immediate effect. The above action has been taken at the request of Cadchem Laboratories Limited and 'No Objection Certificate' received from the bank(s) that have extended the facilities rated by Infomerics.

Analytical approach: Not Applicable

Applicable Criteria

Policy on Withdrawal of ratings

About the Company

Cadchem Laboratories Limited (CLL) was initially incorporated as Chandigarh Drugs Private Limited in 1985 by Mr. Navneet Gupta. The company started its commercial production from 1987. The company got its current name in 1995. CLL is engaged in developing and manufacturing niche Active Pharmaceutical Ingredients (API) and intermediates. The manufacturing facility of the company is located at village Jaula Khurd, Tehsi, Dera Bassi, Punjab.



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Status of non-cooperation with previous CRA: CARE Ratings has moved the rating into CARE D; ISSUER NOT COOPERATING category as per PR dated September 20, 2019, as the company did not submit the requisite information to them.

Any other information: N.A

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings(Year 2020-21)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2019-20	Date(s) & Rating(s) assigned in 2017-18 & 2018-19
1.	Fund Based Limits – Cash Credit	Long Term	8.00	IVR D and Withdrawn	IVR D (March 20 2020)	IVR BB-/Stable/A4 (Oct 12, 2019)	-
2.	Fund Based Limits – Term Loan	Long Term	6.19	IVR D and Withdrawn			-
3	Fund Based Limits – ODTCS	Long Term	2.81	IVR D and Withdrawn		-	
4	Non Fund Based Limits LC/BG	Short Term	3.25	IVR D and Withdrawn		IVR A4 (Oct 12, 2019)	-

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.

Name and Contact Details of the Rating Analyst:

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About Infomerics:

Infomerics commenced rating & grading operations in April 2015 after having spent over 25 years in various segments of financial services. Infomerics is registered with the Securities and Exchange Board of India (SEBI) and accredited by Reserve Bank of India. It is gradually gaining prominence in domestic rating and/or grading space. Infomerics is striving for positioning itself as the most trusted & credible rating agency in the country and is gradually



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widening its product portfolio. Company's long experience in varied spectrum of financial services is helping it to fine-tune its product offerings to best suit the market.

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change, suspend or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.