

Anondita Healthcare Private Limited

June 16, 2021

Rating

| Facilities/Instruments | Amount (Rs. crore) | Ratings | Rating Action |
|------------------------------|------------------------|---------|---|
| Long Term Bank Facilities | - | - | Rating continues to remain under ISSUER NOT COOPERATING category; Reaffirmed at CARE B; Stable; ISSUER NOT COOPERATING* (Single B; Outlook: Stable ISSUER NOT COOPERATING*) and Withdrawn |
| Total Bank Facilities | 0.00 (Rs. Only) | | |

Details of facilities in Annexure-1

Detailed Rationale and Key Rating Drivers

CARE has reviewed and reaffirmed the rating assigned to the bank facilities of Anondita Healthcare Private Limited (AHPL) to CARE B; Stable; Issuer not cooperating (Single B; Outlook: Stable ; Issuer not cooperating] and has simultaneously withdrawn it, with immediate effect. The rating factors in the constraints relating to the company's stabilization risk associated with newly setup debt funded project and presence in competitive nature of medical disposable products industry. The rating, however, continues to take comfort from experienced promoters and synergies with group associates.

The rating withdrawal is at the request of Anondita Healthcare Private Limited and 'No Objection Certificate' received from the bank that has extended the facilities rated by CARE.

Detailed description of the key rating drivers

Key Rating Weaknesses

Stabilization risk associated with newly setup debt funded project

The company has setup newly facilities for manufacturing of Latex based powder free surgical gloves in Guwahati, Assam. The plant was set up with total expenditure for Rs. 12.05 crore which was funded by term loan of Rs. 9.00 crore and promoters funding in form of equity and unsecured borrowings of Rs. 3.00 crore. Further, update on project status is not available due to non-cooperation by AHPL.

Presence in competitive nature of medical disposable products industry

The fortune of company is linked with demand of medical disposable products from healthcare institutes and hospitals. AHPL is operating in competitive and fragmented nature of industry due to presence of multiple players offering similar range of products. Additionally, company has limited bargaining power with big players operating in domestic market.

Key Rating Strengths

Experienced promoters and synergies with group associates

AHPL was incorporated in August, 2009 by Mr. Anupam Ghosh. Mechanical engineer by qualification, Mr. Anupam Ghosh ventured in the business of manufacturing of and trading of latex condom in 2004 with the proprietor firm "Anondita Healthcare". Further, the firm ventured into manufacturing and trading of surgical gloves. AHPL will manufacture the gloves for Anondita Healthcare, its sister concern. Anondita Healthcare has a track record of executing orders for manufacturing and supply of condoms and surgical gloves to various reputed client base since 2008. Hence, the positive group support from Anondita Healthcare provides long term revenue visibility.

Liquidity: The liquidity is stretched as marked by current and quick ratios of 1.34x and 1.09x respectively as on March 31, 2020. Further, the cash and bank balances stood modest at Rs.3.32 crore as on March 31, 2020.

Analytical approach: Standalone

Applicable Criteria

[Policy on Withdrawal of ratings](#)

[Policy in respect of non-cooperation by issuers](#)

[Criteria on assigning 'outlook' and 'credit watch' to Credit Ratings](#)

[CARE's Policy on Default Recognition](#)

[Financial ratios – Non-Financial Sector](#)

[Rating Methodology - Manufacturing Companies](#)

[Liquidity Analysis of Non-Financial Sector Entities](#)

About the Company

Delhi based AHPL was incorporated in August, 2008 and was promoted by Mr. Anupam Ghosh. AHPL is engaged into manufacturing of special type of surgical gloves which are powder free gloves. Anondita Healthcare supplies gloves to hospital and institutes and department engaged in scientific research and medical research i.e. Department of Atomic Energy, Department of Health and family welfare, AIIMS Raipur and Safdarjang and Rajasthan Medical Corporation limited.

| Brief Financials (Rs. crore) | FY19 (A) | FY20 (A) |
|------------------------------|----------|----------|
| Total operating income | 2.71 | 1.42 |
| PBILDT | 1.94 | 0.52 |
| PAT | 0.21 | 0.34 |
| Overall gearing (times) | 4.45 | 4.10 |
| Interest coverage (times) | 3.06 | 5.14 |

A: Audited

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

Annexure-1: Details of Instruments/Facilities

| Name of the Instrument | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. crore) | Rating assigned along with Rating Outlook |
|---------------------------|------------------|-------------|---------------|-------------------------------|---|
| Fund-based - LT-Term Loan | - | - | - | 0.00 | Withdrawn |

Annexure-2: Rating History of last three years

| Sr. No. | Name of the Instrument/Bank Facilities | Current Ratings | | | Rating history | | | |
|---------|--|-----------------|--------------------------------|--------|---|---|---|---|
| | | Type | Amount Outstanding (Rs. crore) | Rating | Date(s) & Rating(s) assigned in 2021-2022 | Date(s) & Rating(s) assigned in 2020-2021 | Date(s) & Rating(s) assigned in 2019-2020 | Date(s) & Rating(s) assigned in 2018-2019 |
| 1. | Fund-based - LT-Term Loan | LT | - | - | - | 1)CARE B; Stable; ISSUER NOT COOPERATING* (20-May-20) | - | 1)CARE B+; Stable; ISSUER NOT COOPERATING* (25-Mar-19) 2)CARE B+; Stable (08-May-18) |

Annexure-3: Detailed explanation of covenants of the rated instrument / facilities: Not Applicable

Annexure 4: Complexity level of various instruments rated for this Company

| Sr. No. | Name of the Instrument | Complexity Level |
|---------|---------------------------|------------------|
| 1. | Fund-based - LT-Term Loan | Simple |

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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