

## Bengal Antibiotics

October 29, 2024

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	5.20	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	0.60	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1

\*Issuer did not cooperate; based on best available information.

### Rationale and key rating drivers

CARE Ratings Ltd. had, vide its press release dated October 10, 2023, placed the rating(s) of Bengal Antibiotics (BA) under the 'issuer non-cooperating' category as BA had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. BA continues to be non-cooperative despite repeated requests for submission of information through e-mails dated August 25, 2024, September 04, 2024, September 14, 2024 among others.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'s opinion is not sufficient to arrive at a fair rating.

**Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).**

**Analytical approach:** Standalone

**Outlook:** Not applicable

### Detailed description of the key rating drivers:

Please refer to PR dated [October 10, 2023](#)

### Applicable criteria

[CARE Ratings' criteria on information adequacy risk and issuer non-cooperation](#)

[Policy on Default Recognition](#)

### About the firm

M/s. Bengal Antibiotics (BA) was set up as a proprietorship entity in Dec. 1990 by Mr. Samir Samaddar of Hooghly District, West Bengal. The entity is mainly engaged in manufacturing of pharmaceutical formulation products which is sold to state health & family welfare departments and also to wholesalers within the state. The entity receives the formulations from the Directorate of Drugs Control, West Bengal and the drugs are manufactured post-approval from the department. The orders from the government departments are tender backed and comprise 70% of the overall sales and the remaining comes from open market. BA caters only to domestic market within the state with product portfolio primarily concentrated in anti-biotic, antiinflammatory and multi-vitamin segment. The manufacturing facility is located at Jirat in Hooghly district of West Bengal with an aggregate installed capacity of 3600 lakh tablets per annum and oral liquid 3,00,000 litres per annum and meets the stringent good manufacturing practices (GMP) and Good Laboratory Practice (GLP) norms.

**Status of non-cooperation with previous CRA:** Not applicable

**Any other information:** Not applicable

**Rating history for last three years:** Annexure-2

**Covenants of rated instrument / facility:** Annexure-3

**Complexity level of various instruments rated:** Annexure-4

**Lender details:** Annexure-5

<sup>1</sup>Complete definition of ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Limited's publications.

**Annexure-1: Details of instruments/facilities**

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	5.00	CARE D; ISSUER NOT COOPERATING*
Fund-based - LT-Term Loan^		-	-	-	0.20	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Bank Guarantee		-	-	-	0.20	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit		-	-	-	0.40	CARE D; ISSUER NOT COOPERATING*

\*Issuer did not cooperate; based on best available information.; ^Proposed

**Annexure-2: Rating history for last three years**

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
1	Fund-based - LT-Cash Credit	LT	5.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (10-Oct-23)	1)CARE D; ISSUER NOT COOPERATING* (23-Sep-22)	1)CARE D; ISSUER NOT COOPERATING* (26-Aug-21)
2	Fund-based - LT-Term Loan	LT	0.20	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (10-Oct-23)	1)CARE D; ISSUER NOT COOPERATING* (23-Sep-22)	1)CARE D; ISSUER NOT COOPERATING* (26-Aug-21)
3	Non-fund-based - ST-Bank Guarantee	ST	0.20	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (10-Oct-23)	1)CARE D; ISSUER NOT COOPERATING* (23-Sep-22)	1)CARE D; ISSUER NOT COOPERATING* (26-Aug-21)
4	Non-fund-based - ST-Letter of credit	ST	0.40	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (10-Oct-23)	1)CARE D; ISSUER NOT COOPERATING* (23-Sep-22)	1)CARE D; ISSUER NOT COOPERATING* (26-Aug-21)

\*Issuer did not cooperate; based on best available information.

LT: Long term; ST: Short term;

**Annexure-3: Detailed explanation of covenants of rated instruments/facilities:** Not applicable**Annexure-4: Complexity level of instruments rated**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Fund-based - LT-Term Loan	Simple
3	Non-fund-based - ST-Bank Guarantee	Simple
4	Non-fund-based - ST-Letter of credit	Simple

**Annexure-5: Lender details**

To view the lender wise details of bank facilities please [click here](#)

**Note on complexity levels of rated instruments:** CARE Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

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### About us:

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