

Press Release

Nandhana Foods Private Limited

December 08, 2020

Rating

| Facilities | Amount (Rs. crore) | Rating | Rating Action |
|------------------------------|---|--|-----------------------------|
| Long term Bank Facilities | 54.87 | IVR BB+/Stable (IVR Double B Plus with stable outlook) and Withdrawn | Reaffirmed and withdrawn |
| Total | 54.87 (Fifty-Four crore and Eighty- Seven Lakhs) | | |

Details of Facilities are in Annexure 1

Detailed Rationale

Infomerics has withdrawn the outstanding ratings of 'IVR BB+' assigned to the bank facilities of Nandhana Foods Private Limited with immediate effect.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

Analytical Approach: For arriving at the ratings, INFOMERICS analytical team has combined the financials for FY18-FY20 of Nandhana Foods Private Limited and Nandhana Hotels Private Limited and commonly referred as Nandhana group as these companies have a common management team and operational & financial linkages.

Applicable Criteria:

Rating Methodology for Hospitality Sector

Financial Ratios & Interpretation (Non- Financial Sector)

Policy on Withdrawal of ratings

About the Company

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Incorporated in year 1997, Nandhana Foods Private Limited (NFPL) is engaged into running of multi cuisine food outlets across Bangalore city. Nandhana Foods is part of a Nandhana Group engaged into hospitality services since 1997. Nandhana Group is incorporated by Mr. R Ravichandar and family members. Nandhan Foods runs 16 outlets across Bangalore serving foods through a centralized kitchen. Nandhana Group has ventured into hotel business and incorporated Nandhana Hotels Private Limited (NHPL) in year 2004 under which company runs 6 hotels located at the premium location of the Bangalore.

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Rating History for last three years:

| Sr. No. | Name of Instrument/Facilities | Current Rating (Year 2020-21) | | | Rating History for the past 3 years | | | |
|---------|-------------------------------|-------------------------------|--------------------------------|--------------------------------|---|---|---|---|
| | | Type | Amount outstanding (Rs. Crore) | Rating | Date(s) & Rating(s) assigned in 2020-21 | Date(s) & Rating(s) assigned in 2019-20 | Date(s) & Rating(s) assigned in 2018-19 | Date(s) & Rating(s) assigned in 2017-18 |
| 1. | Overdraft | Long Term | 16.46 | IVR BB+ / Stable and Withdrawn | IVR BB+ / Stable as on July 03, 2020 | - | - | - |
| 2. | Term loan | Long Term | 38.41 | IVR BB+ / Stable and Withdrawn | IVR BB+ / Stable as on July 03, 2020 | - | - | - |

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.

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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 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.

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Annexure 1: Details of Facilities

| Name of Facility | Date of Issuance | Coupon Rate/ IRR | Maturity Date | Size of Facility (Rs. Crore) | Rating Assigned/ Outlook |
|-------------------------------------|------------------|------------------|---------------|------------------------------|--------------------------------|
| Long Term Bank Facilities-Overdraft | - | - | - | 16.46 | IVR BB+ / Stable and Withdrawn |
| Long Term Bank Facilities-Term loan | - | - | July, 2028 | 38.41 | IVR BB+ / Stable and Withdrawn |