

Press Release

Nandhana Hotels Private Limited

December 08, 2020

Rating

Facilities	Amount (Rs. crore)	Rating	Rating Action
Long term Bank Facilities	16.84	IVR BB+/Stable (IVR Double B Plus with stable outlook) and Withdrawn	Reaffirmed and withdrawn
Short term Bank Facilities	2.50	IVR A4+/Stable (IVR Single A Four Plus with stable outlook) and Withdrawn	Reaffirmed and withdrawn
Total	19.34 (Nineteen crore and Thirty- Four lakhs)		

Details of Facilities are in Annexure 1

Detailed Rationale

Infomerics has withdrawn the outstanding ratings of 'IVR BB+/A4+' assigned to the bank facilities of Nandhana Hotels Private Limited with immediate effect. The above action has been taken at the request of Nandhana Hotels 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

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About the Company

Nandhana Hotels Private Limited (NHPL) is incorporated in year 2004 by Mr. R. Ravichnadar. NHPL is engaged into business and management of 6 hotels in Bangalore city. NHPL is part of a Nandhana group, having well established business in the hospitality sector since 1997 through incorporation of Nandhana Foods Private Limited engaged into business and management of 16 food outlets across Bangalore city.

Status of non-cooperation with previous CRA: Issuer not cooperating by CARE, vide press release dated Nov 25, 2020 due to non-availability of information.

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	Overdraft	Long Term	11.00	IVR BB+ / Stable and Withdrawn	IVR BB+ / Stable as on July 03, 2020	-	-	-
2.	Term loan	Long Term	5.84	IVR BB+ / Stable and Withdrawn	IVR BB+ / Stable as on July 03, 2020	-	-	-
3.	LC/BG	Short Term	2.50	IVR A4+ / Stable and Withdrawn	IVR A4+ 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.

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 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.

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	-	-	-	11.00	IVR BB+ / Stable and Withdrawn
Long Term Bank Facilities-Term loan	-	-	February, 2029	5.84	IVR BB+ / Stable and Withdrawn



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Short Term Bank Facilities-LC/BG	-	-	-	2.50	IVR A4+ and Withdrawn
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