

January 19, 2015

| Facilities | Amount (Rs. Crore) | Rating |
|------------------|--------------------|---------------------------|
| Term Loan | 2.25 | SMERA D (Assigned) |
| Term Loan | 3.75 | SMERA D (Assigned) |

SMERA has assigned a rating of '**SMERA D** (read as SMERA D)' to the Rs.6.00 crore bank facilities of K.A. Hotel. The rating reflects delays in debt servicing by the firm. The rating also reflects the firm's stretched liquidity position.

About the firm

K.A. Hotel (formerly known as Krishna Royal Meridian), established in 2012, is a Tamil Nadu-based partnership firm promoted by Mr. K. Annamalai and Mrs. A. Banumathi. The firm operates a 70-room hotel in Tirunelveli, Tamil Nadu.

K.A. Hotel reported loss of Rs.0.48 crore (provisional) on operating income of Rs.0.35 crore (provisional) during April 2014 to November 2014. The firm's net worth stood at Rs.1.30 crore (provisional) as on November 30, 2014, as compared with Rs.1.74 crore a year earlier.

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