

July 27, 2015

Facility	Amount (Rs. Crore)	Rating
<b>Term Loan</b>	<b>14.00</b>	<b>SMERA B-/Stable (Assigned)</b>

SMERA has assigned a rating of '**SMERA B-**' (**read as SMERA single B minus**) to the abovementioned bank facility of Chandrawati Hospitality and Tourism (CHT). The rating is constrained by firm's exposure to project implementation risk. The rating also notes that the firm is susceptible to market risk arising on account of competition from other established hotels. However, the rating draws comfort from the strategic location of the firm's upcoming hotel.

CHT, established in 2010, is a Rajasthan-based partnership firm established to undertake the business of running hotels. CHT is setting up a 104-room hotel in Bharatpur, Rajasthan. The total cost of the project is Rs.24.00 crore, which is funded through promoters' funds of Rs.10.00 crore (equity capital and unsecured loans) and term loan of Rs.14.00 crore.

CHT is exposed to project implementation risk as a significant portion of the construction work is pending. The firm is also exposed to intense competition from several established hotels in Bharatpur.

CHT's rating draws comfort from the strategic location of the upcoming hotel, which is in proximity to several tourist destinations.

### About the firm

CHT, established in 2010, is a Rajasthan-based partnership firm promoted by Dr. Jitendra Singh, Mrs. Beena Singh and Ms. Bijil Singh. CHT is setting up a hotel in Bharatpur, Rajasthan. The firm expects to start commercial operations in July 2016.

**Disclaimer:** A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.smera.in](http://www.smera.in)) for the latest information on any instrument rated by SMERA.

**Contact List:**

Media/Business Development	Analytical Contacts	Rating Desk
Antony Jose Vice President – Business Development, Mid Corporate Tel: +91-22-6714 1191 Cell: +91 9820802479 Email : <a href="mailto:antony.jose@smera.in">antony.jose@smera.in</a> Web: <a href="http://www.smera.in">www.smera.in</a>	Parimal Thakker Associate Vice President – Corporate Ratings Tel: +91-011-4973 1312 Email: <a href="mailto:parimal.thakker@smera.in">parimal.thakker@smera.in</a>	Tel: +91-22-6714 1184 Email: <a href="mailto:ratingdesk@smera.in">ratingdesk@smera.in</a>

**Disclaimer:** A SMERA rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. SMERA ratings are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, SMERA, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. SMERA is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind arising from the use of its ratings. SMERA ratings are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website ([www.smera.in](http://www.smera.in)) for the latest information on any instrument rated by SMERA.