

## Press Release

### Lone Star Holdings Private Limited

December 18, 2019



#### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs. 20.00 crore #
<b>Long Term Rating</b>	ACUITE BB Issuer not co-operating*
<b>Short Term Rating</b>	ACUITE A4+ Issuer not co-operating*

# Refer Annexure for details

\* The issuer did not co-operate; Based on best available information.

Acuité has reviewed the long term rating of '**ACUITE BB** (read as **ACUITE double B**) and short term rating of '**ACUITE A4+ (read as ACUITE A four plus)**' on the Rs. 20.00 crore bank facilities of Lone Star Holdings Private Limited (LHPL). This rating is now an indicative rating and is based on best available information.

Lone Star Holdings Private Limited (LHPL), a non-deposit taking NBFC incorporated in 1987, commenced commercial operations in 2012 to provide medical equipments on operating lease. The company also offers term financing of medical equipments. Typically, in a lease contract, the asset life is around five to eight years. The company leases out the medical equipment for around 36 months to a hospital (primary lessee). On expiry of the primary lease, the contract is either renewed or the asset is deployed in a hospital/diagnostic center in a Tier 2 city under secondary lease arrangement.

#### Non-cooperation by the issuer/borrower

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer / borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Non- Banking Financing Entities - <https://www.acuite.in/view-rating-criteria-10.htm>

#### Limitation regarding information availability

The rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). Acuité endeavored to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

#### About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

#### Status of non-cooperation with previous CRA (if applicable)

Not Applicable

#### Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

### Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
4-Oct-2018	Term Loan	Long Term	5.00	ACUITE BB/ Stable (Reaffirmed)
	Term Loan	Long Term	5.00	ACUITE BB/ Stable (Reaffirmed)
	Letter of Credit	Short Term	10.00^	ACUITE A4+ (Reaffirmed)
22- July-2017	Term Loan	Long Term	5.00	ACUITE BB/ Stable (Reaffirmed)
	Term Loan	Long Term	5.00	ACUITE BB/ Stable (Reaffirmed)
	Letter of Credit	Short Term	10.00^	ACUITE A4+ (Reaffirmed)
7-Nov-2016	Term Loan	Long Term	10.00	ACUITE BB/ Stable (Assigned)
	Letter of Credit	Short Term	10.00^	ACUITE A4+ (Assigned)

<sup>^</sup>100 percent interchangeable with buyer's credit

### #Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs.Cr.)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB Issuer not co-operating*
Letter Of Credit	Not Applicable	Not Applicable	Not Applicable	10.00^	ACUITE A4+ Issuer not co-operating*

\*The issuer did not co-operate; Based on best available information.

<sup>^</sup>100 percent interchangeable with buyer's credit

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### About Acuité Ratings & Research:

Acuité Ratings & Research Limited (Erstwhile SMERA Ratings Limited) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II

norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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