

## Press Release

### Pradhama Multispecialty Hospitals & Research Institute Limited

January 19, 2021



#### Rating Update

<b>Total Bank Facilities Rated*</b>	Rs.120.00 Cr. #
<b>Long Term Rating</b>	ACUITE D Downgraded; Issuer not co-operating*

# Refer Annexure for details

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

Acuité has downgraded the long term rating of '**ACUITE C (read as ACUITE C)**' to '**ACUITE D (read as ACUITE D)**' on the Rs.120.00 crore bank facilities of Pradhama Multispecialty Hospitals And Research Institute Limited. This rating is now an indicative rating and is based on the best available information.

Acuite has relied on publicly available information with regards to the account conduct.

Andhra Pradesh based, Pradhama Multispecialty Hospitals & Research Institute Ltd. was incorporated in 2010 as an unlisted public corporate, controlled jointly by Dr. Visweswara Rao Pusarla & Dr. Ramamurthy Kummariganti, both leading medical professionals / qualified doctors practicing in Vishakhapatnam. While M/s. Sagara Durga Hospitals, having 100 bed capacities is owned entirely by Dr. P. Visweswara Rao & his family; whereas, M/s. Simhadri Super Specialty Hospitals, having 60 bed capacities is jointly owned & operated by Dr. K. Ramamurthy & three other medical professionals practicing in the city.

#### 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.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

#### Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Entities in Service Sector-<https://www.acuite.in/view-rating-criteria-50.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.

#### Liquidity Position

No information provided by the issuer/ available for Acuité to comment upon.

#### Rating Sensitivities

No information provided by the issuer/ available for Acuité to comment upon.

#### About the Rated Entity - Key Financials

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

#### **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 (Up to last three years)**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
22-Jan-2020	Term Loan	Long Term	120.00	ACUITE C Downgraded from ACUITE B; Issuer Not Cooperating*
02-May-2019	Term Loan	Long Term	120.00	ACUITE B (Indicative)
12-Feb-2018	Term Loan	Long Term	120.00	ACUITE B (Indicative)

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

#### **#Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Name of Bank	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Term Loan	Not Available	Not Applicable	Not Available	Not Applicable	120.00	ACUITE D Downgraded from ACUITE C; Issuer not co-operating*

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

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#### **About Acuité Ratings & Research:**

Acuité Ratings & Research 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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