

Press Release

Care Max Super Speciality Hospital

September 12, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	8.40	ACUITE B+ Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	8.40	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) on the Rs.8.40 crore bank facilities of Care Max Super Speciality Hospital. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

Established in 2010, Care Max Super Speciality Hospital (erstwhile Chawla Heart Care Centre) is a Punjab-based proprietorship firm founded by Dr. Raman Chawla. The firm runs a 70 bedded super speciality hospital operating at 62 percent occupancy rate in FY2018. The hospital offers heart care service including Cardiology and Cardio Thoracic Vascular Surgery, Neurosurgery, Orthopedic and spine, Ophthalmology among others.

Non-cooperation by the issuer/borrower:

Acuite 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 the due date. Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

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). Acuite has endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite 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.

Rating Sensitivity

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

Material Covenants

Not Applicable.

Liquidity Position

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

Outlook

Not Applicable.

Other Factors affecting Rating

None.

Status of non-cooperation with previous CRA

None.

Any other information

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

Applicable Criteria

- Service Sector: <https://www.acuite.in/view-rating-criteria-50.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
17 Jun 2021	Proposed Bank Facility	Long Term	3.67	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Term Loan	Long Term	2.23	ACUITE BB- (Downgraded and Issuer not co-operating*)
	Secured Overdraft	Long Term	2.50	ACUITE BB- (Downgraded and Issuer not co-operating*)
24 Mar 2020	Secured Overdraft	Long Term	2.50	ACUITE BB (Issuer not co-operating*)
	Proposed Bank Facility	Long Term	3.67	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	2.23	ACUITE BB (Issuer not co-operating*)
14 Jan 2019	Secured Overdraft	Long Term	2.50	ACUITE BB Stable (Reaffirmed)
	Term Loan	Long Term	2.23	ACUITE BB Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	3.67	ACUITE BB Stable (Assigned)
29 Jun 2018	Secured Overdraft	Long Term	2.50	ACUITE BB (Issuer not co-operating*)
	Term Loan	Long Term	5.90	ACUITE BB (Issuer not co-operating*)
27 Apr 2017	Term Loan	Long Term	5.90	ACUITE BB Stable (Assigned)
	Secured Overdraft	Long Term	2.50	ACUITE BB Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	3.67	ACUITE B+ Downgraded Issuer not co-operating*
Punjab National Bank	Not Applicable	Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE B+ Downgraded Issuer not co-operating*
Punjab National Bank	Not Applicable	Term Loan	Not available	Not available	Not available	2.23	ACUITE B+ Downgraded Issuer not co-operating*

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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 Kanjurmarg, Mumbai.

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