

Press Release

Anandalok Hospital (AH)

December 26, 2018



Rating Update

Total Bank Facilities Rated*	Rs. 12.50 Cr.
Long Term Rating	ACUITE B+ (Indicative)
Short Term Rating	ACUITE A4 (Indicative)

* Refer Annexure for details

Rating Rationale

Acuité has reviewed long-term rating of '**ACUITE B+** (read as **ACUITE B plus**) and short term rating of '**ACUITE A4** (read as **ACUITE A four**) on the Rs. 12.50 crore bank facilities of Anandalok Hospital (AH). This is an indicative rating.

AH, established in 1981, is a multi speciality hospital that offers a range of healthcare services including neuro surgery, oncology, urology and orthopaedics, among others. The hospital has 350 beds and is run by a trust led by Mr. Deo Kumar Saraf (Chairman). The trust runs six hospitals in four located at Kolkata, one at Baduria and the other at Raniganj apart from a diagnostic center at Kolkata. It also carries out charitable activities for the economically weaker sections of society.

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-17.htm>
- Service Sector-<https://www.acuite.in/view-rating-criteria-8.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-20.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 endeavoured 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

	Unit	FY18 (Actual)	FY17 (Actual)	FY16 (Actual)
Operating Income	Rs. Cr.	62.41	59.72	59.68
EBITDA	Rs. Cr.	12.98	(2.35)	10.80
PAT	Rs. Cr.	5.96	(8.97)	5.34
EBITDA Margin	(%)	20.79	(3.94)	18.09
PAT Margin	(%)	9.56	(15.03)	8.95
ROCE	(%)	12.86	(6.79)	11.26
Total Debt/Tangible Net Worth	Times	0.64	0.71	0.48
PBDIT/Interest	Times	3.33	(0.61)	3.87
Total Debt/PBDIT	Times	2.41	(13.27)	2.27
Gross Current Assets (Days)	Days	33	31	70

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

None

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
22-Sep-2017	Cash Credit	Long Term	7.00	ACUITE B+/ Stable (Assigned)
	Term Loan	Long Term	5.10	ACUITE B+/ Stable (Assigned)
	Bank Guarantee	Short Term	0.40	ACUITE A4 (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	ACUITE B+ (Indicative)
Term Loan	Not Applicable	Not Applicable	Not Applicable	5.10	ACUITE B+ (Indicative)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.40	ACUITE A4 (Indicative)

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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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