

## Press Release

### Maharaja Agrasen Hospital Charitable Trust

April 09, 2020

#### Downgraded and Indicative Withdrawal



<b>Total Bank Facilities Rated*</b>	Rs.150.00 Cr.#
<b>Long Term Rating</b>	ACUITE BB+

#Refer Annexure for details

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

#### Rating Rationale

Acuite has downgraded and withdrawn the long-term rating of '**ACUITE A-**' (read as **ACUITE A minus**) to '**ACUITE BB+**' (read as **ACUITE double B plus**) on the Rs. 150.00 crore bank facilities of Maharaja Agrasen Hospital Charitable Trust (MAHCT). This rating is now an indicative rating and is downgraded on account of information risk.

The rating is being withdrawn on account of request received from the company and NOC from the banker.

The Delhi-based, MAHCT was founded in 1988 by Dr. Sushil Kr. Gupta (President). The trust runs two multispecialty hospitals - a 400-bed hospital established in 1991 at Delhi and an 80-bed hospital at Dwarka established in 2015 under the name 'Maharaja Agrasen Hospital'. Further, the trust is setting up a medical university under the said name at Bahadurgarh (Haryana) comprising a medical college, nursing college and 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 due date.

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

Acuite 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>
- Service Sector Entities - <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). Acuite endeavored 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

	Unit	FY19 (Actual)	FY18 (Actual)
Operating Income	Rs. Cr.	269.53	264.63
PAT	Rs. Cr.	17.18	5.68
PAT Margin	(%)	6.68	10.40
Total Debt/Tangible Net Worth	Times	0.19	0.20
PBDIT/Interest	Times	21.88	56.56

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

None

**Any other information**

Not Applicable

**Rating History (Up to last three years)**

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
30-Dec-2017	Term Loan	Long term	100.00	ACUITE A- / Stable (Assigned)
16-Jan-2019	Term Loan	Long term	150.00 (Enhanced from Rs. 100.00 Cr.)	ACUITE A- / Stable (Reaffirmed)

**\*Annexure – Details of instruments rated**

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	150.00	ACUITE BB+ (Downgraded from ACUITE A-/Stable) Withdrawn & Issuer not co-operating*

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

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**About Acuité Ratings & Research:**

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*rated by Acuité.*