

Press Release

Patel Inn And Travels Private Limited

February 04, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 35.00 Cr. #
Long Term Rating	ACUITE BB Issuer not co-operating*

Refer Annexure for details

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

Acuité has reviewed long-term rating of „**ACUITE BB**“ (**read as ACUITE double B**) on the Rs. 35.00 crore bank facilities of Patel Inn And Travels Private Limited (PIPL). This rating is now an indicative rating and is based on best available information.

The Gujarat-based PIPL, a tour and travel company, was incorporated in 2006. The company, promoted by Ms. Hiruben Khetani, Mr. Meghjibhai Khetani and Mr. Gaurang Khetani has a fleet of 215 buses including Volvo, Scania, Tata and Ashok Leyland. Out of these ~40.00 percent are booked on contractual basis by corporate clients (Adani, Welspun, Kohler, ABG Cement Ltd., GRG Cotspin) while the rest are used for travellers. The company covers more than 15 routes in major cities including Saurashtra, Mumbai, Pune and Shirdi.

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/criteria-default.htm>
- Entity in Service sector - <https://www.acuite.in/view-rating-criteria-8.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-40.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	FY17 (Actual)	FY16 (Actual)	FY15 (Actual)
Operating Income	Rs. Cr.	88.24	83.30	77.64
EBITDA	Rs. Cr.	15.93	16.62	12.49
PAT	Rs. Cr.	1.01	3.87	0.53
EBITDA Margin	(%)	18.05	19.96	16.09
PAT Margin	(%)	1.15	4.65	0.68
ROCE (%)	(%)	16.43	23.15	26.84
Total Debt/Tangible Net Worth	Times	5.36	7.79	120.31
PBDIT/Interest	Times	4.52	5.53	3.35
Total Debt/PBDIT	Times	1.98	1.60	2.41
Gross Current Assets (Days)	Days	18	22	22

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

None

Any other information

None

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
12-Dec-2017	Term Loan	Long Term	12.00	ACUITE BB / Stable (Assigned)
	Secured Overdraft	Long Term	10.00	ACUITE BB / Stable (Assigned)
	Proposed Long Term Loan	Long Term	13.00	ACUITE BB / Stable (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Overdraft	Not Applicable	Not Applicable	Not Applicable	10.00	ACUITE BB Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	12.00	ACUITE BB Issuer not co-operating*
Proposed	Not Applicable	Not Applicable	Not Applicable	13.00	ACUITE BB Issuer not co-operating*

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

Contacts

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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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