

Press Release
KADODARA HOTELS
April 12, 2024
Rating Withdrawn



Product	Quantum (Rs. Cr)	Long Term Rating	Sho R
Bank Loan Ratings	10.00	Not Applicable Withdrawn	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	10.00	-	-

Rating Rationale

Acuite has withdrawn its long-term rating on Rs.10 Cr. bank facilities without assigning any rating of Kadodara Hotels(KH). The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective instrument/facility. The rating is being withdrawn on account of request received from the Company and No Dues Certificate received from the banker.

About the Company

Gujarat based, Kadodara Hotels was established in 2016. It provides hospitality service. The firm is setting up a 3 Star Hotel in a commercial building under construction at Kadodara crossroads, NH 8, Vill. Umbhel, Tal. Kamrej, Dist. Surat consisting of 27 Rooms, 12 Service Apartments, Restaurant, and a Banquet Hall in a commercial complex 'Chhatrala City Centre' on ground, 3rd & 4th Floors and terrace. Surat Urban Development Authority (SUDA) has granted Development Permission for the proposed 'Chhatrala City Centre' for commercial development. The firm's commercial operation is expected to commence from April 2018. Mr. Atubhai Mangubhai Patel, Mr. Shailesh Dahyabhai Patel are partners of the firm.

Unsupported Rating

Not Applicable

Analytical Approach

Not Applicable

Key Rating Drivers

Strengths

Not Applicable

Weaknesses

Not Applicable

Rating Sensitivities

Not Applicable

Liquidity Position

Not Applicable

Outlook: Not Applicable

Other Factors affecting Rating

None

Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	0.82	0.54
PAT	Rs. Cr.	(0.04)	(1.03)
PAT Margin	(%)	(4.99)	(191.32)
Total Debt/Tangible Net Worth	Times	4.96	(6.53)
PBDIT/Interest	Times	1.89	0.36

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

Not Applicable

Any other information

None

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

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
29 May 2023	Proposed Long Term Bank Facility	Long Term	3.24	ACUITE B Not Applicable (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	6.76	ACUITE B Not Applicable (Reaffirmed & Issuer not co-operating*)
02 Mar 2022	Proposed Long Term Bank Facility	Long Term	3.24	ACUITE B Not Applicable (Reaffirmed & Issuer not co-operating*)
	Term Loan	Long Term	6.76	ACUITE B Not Applicable (Reaffirmed & Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	3.24	Not Applicable Withdrawn
Bank of Baroda	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	01 Feb 2027	Simple	6.76	Not Applicable Withdrawn

Contacts

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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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