



Press Release
Class Restaurant
December 20, 2024
Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	10.00	ACUITE B- Reaffirmed Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	10.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

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

Rating Rationale

Acuite has reaffirmed its long-term rating at ‘**ACUITE B- (read as ACUITE B Minus)**’ on Rs.10.00 crore bank facilities of Class Restaurant (CR). The rating is now flagged as “Issuer Not-Cooperating” on account of information risk and is based on the best available information.

About the Company

Class Restaurant (CR) was established in 1999 under the proprietorship of Mr. Surendra Surana. The firm runs a restaurant which is now turned into a Lounge-Bar in FY2023 with Liquor business after the renovation. The restaurant has total seating capacity of 120 people and is covered in 2530 sq. ft. carpet area. The restaurant is situated in Juhu, Mumbai.

About the Group

Incorporated in 1995, Surana Group is a diversified conglomerate founded by Mr. Surendra Surana, Mr. Mahendra Surana, Mrs. Manju Surendrakumar Surana, Mr. Nanda Mahendra Surana, and Mr. Nalin Mahendra Surana. The group is primarily involved in construction and hospitality, with a strong legacy of quality projects and services. It began with Surana Constructions Chembur and Wadala, both renowned in real estate, and Surana Infrastructure Private Limited, contributing to major development projects. The group also owns The Class Restaurant, known for fine dining, and Hotel Carnival, offering luxury accommodations and conference facilities. Additionally, the Surana family promotes The Aurangabad Gymkhana Club Private Limited (AGPL), which began operations in 2005 and provides premium leisure and event facilities with 110 rooms and four banquet halls.

Unsupported Rating

Not Applicable

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 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). 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.

Rating Sensitivities

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

Liquidity Position

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

Outlook: Not Applicable**Other Factors affecting Rating**

None

Key Financials

Particulars	Unit	FY 24 (Actual)	FY 23 (Actual)
Operating Income	Rs. Cr.	2.68	1.32
PAT	Rs. Cr.	(1.55)	(0.53)
PAT Margin	(%)	(57.95)	(39.82)
Total Debt/Tangible Net Worth	Times	(1.20)	(1.25)
PBDIT/Interest	Times	0.26	(4.58)

Status of non-cooperation with previous CRA

Not Applicable

Any other information

None

Applicable Criteria

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

Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuité'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
22 Sep 2023	Secured Overdraft	Long Term	9.00	ACUITE B- Stable (Reaffirmed)
	Proposed Long Term Loan	Long Term	1.00	ACUITE B- Stable (Reaffirmed)
15 Jul 2022	Secured Overdraft	Long Term	9.00	ACUITE B- Stable (Reaffirmed)
	Proposed Long Term Loan	Long Term	1.00	ACUITE B- Stable (Reaffirmed)
13 Apr 2022	Secured Overdraft	Long Term	9.00	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Proposed Long Term Loan	Long Term	1.00	ACUITE B- (Reaffirmed & Issuer not co-operating*)
11 Jan 2021	Proposed Long Term Loan	Long Term	1.00	ACUITE B- (Reaffirmed & Issuer not co-operating*)
	Secured Overdraft	Long Term	9.00	ACUITE B- (Reaffirmed & Issuer not co-operating*)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Not Applicable	Not avl. / Not appl.	Proposed Long Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	1.00	Simple	ACUITE B- Reaffirmed Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Secured Overdraft	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	9.00	Simple	ACUITE B- Reaffirmed Issuer not co-operating*

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

***Annexure 2 - List of Entities (applicable for Consolidation or Parent / Group / Govt. Support)**

Sr. No.	Company name
1	Class Restaurant
2	Hotel Carnival

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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