

Press Release

Healthway Hospitals Private Limited

November 25, 2020

Rating Update



Total Bank Facilities Rated*	Rs.45.00 Cr. #
Long Term Rating	ACUITE BB (Downgraded from ACUITE BB+/Stable) Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the long-term rating to '**ACUITE BB**' (read as **ACUITE double B**) from '**ACUITE BB+**' (read as **ACUITE double B plus**) and review the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.45 Cr bank facilities of Healthway Hospitals Private Limited. This rating is now an indicative rating and is based on the best available information.

HHPL was incorporated in April 2013, as a 99.94% subsidiary of Goa Doctors Alliance Pvt Ltd (GDAPL). HHPL is a multi-specialty, tertiary care hospital in Goa. GDAPL is an investment arm promoted by 33 doctors (now 52) with equal shareholding. HHPL also operates 3 well stocked pharmacies which operate on International GMP and management standards. 45 of the 52 doctors holding shares in GDAPL are currently practicing at HHPL. The hospital is currently headed by Mr. Virendra Sadanand Gaonkar, Mr. Sandeep Ratnakar Pawar, Mr. Nilesh Balwant Talwadkar, Mr. Sanjeev Janardan Juwarkar and Mr. Amit Subhash Kalangutkar.

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 the due date.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an 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 Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Service Entities – <https://www.acuite.in/view-rating-criteria-50.htm>
- Financial Ratios and Adjustments - <https://www.acuite.in/view-rating-criteria-53.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 endeavored 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

The rated entity has not shared the latest financial statements despite repeated requests.

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

CRISIL, vide its press release dated August 31, 2020 has denoted the rating of Healthway Hospitals Private Limited as 'CRISIL B/Stable; ISSUER NOT COOPERATING' on account of lack of adequate information required to monitor the ratings.

Any other information

Acuite 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
05-Sept-2019	Term Loan	Long Term	25.00	ACUITE BB+/ Stable (Upgraded)
	Cash Credit	Long Term	2.00	ACUITE BB+/ Stable (Upgraded)
	Overdraft	Long Term	0.30	ACUITE BB+/ Stable (Upgraded)
	Proposed Bank Facility	Long Term	17.10	ACUITE BB+/ Stable (Upgraded)
	Bank Guarantee	Short Term	0.60	ACUITE A4+ (Reaffirmed)
10-July-2019	Overdraft	Long Term	2.73	ACUITE BB- Issuer not co-operating*
	Term Loan	Long Term	27.08	ACUITE BB- Issuer not co-operating*
	Bank Guarantee	Short Term	0.49	ACUITE A4+ Issuer not co-operating*
	Proposed Fund Based Facility	Long Term	14.70	ACUITE BB- Issuer not co-operating*
02-May-2018	Overdraft	Long Term	2.73	ACUITE BB-/Stable (Assigned)
	Term Loan	Long Term	27.08	ACUITE BB-/Stable (Assigned)
	Bank Guarantee	Short Term	0.49	ACUITE A4+ (Assigned)
	Proposed Fund Based Facility	Long Term	14.70	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/Outlook
Term Loan	Not Applicable	Not Applicable	Not Applicable	25.00	ACUITE BB (Downgraded) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE BB (Downgraded) Issuer not co-operating*
Overdraft	Not Applicable	Not Applicable	Not Applicable	0.30	ACUITE BB (Downgraded) Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	17.10	ACUITE BB (Downgraded) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	0.60	ACUITE A4+ Issuer not co-operating*

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research 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 8,374 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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