

## Press Release

### EMC Super Speciality Hospital Private Limited

December 17, 2019

### Rating Downgraded



<b>Total Bank Facilities Rated*</b>	Rs.30.00Cr. #
<b>Long Term Rating</b>	ACUITE BB+ (Downgraded from BBB-/Stable) Issuer not co-operating*

# Refer Annexure for details

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

Acuite has downgraded its long-term rating to '**ACUITE BB+**' (read as **ACUITE double B plus**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) on the Rs.30.00 crore bank facilities of EMC SUPER SPECIALITY HOSPITAL PRIVATE LIMITED. The rating is now an indicative rating and is downgraded on account of information risk.

EMC was established as a partnership firm in 2003 under the name of 'Emergency Medical Care Hospital' in Amritsar (Punjab). Subsequently in 2006, EMC acquired its second unit in Amritsar and started operations as a multi-speciality hospital & accidental care center with joint replacement services. In 2008, a third unit was setup by acquiring a hospital on lease from M/s Ram Saran Kishori Lal Trust and established super speciality hospital with heart care centre including Cath & Cardiac Lapidaries with Advanced Critical Care Intensive Care Unit.

The partnership firm was reconstituted as a private limited company under the name 'EMC Super Speciality Hospitals Private Limited' in 2010. The company runs a 380 bedded super specialty hospital operating at ~85 percent occupancy rate in FY2018. During the year, EMC has acquired a 50 bed running hospital 'M/s Swift Hospital' in Amritsar. It has also entered into a Joint venture (25 percent share) with NSH Hospital (NASA & HUB Super speciality Hospital), a 150 bedded hospital.

#### 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>
- Entities in Service Sector - <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

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

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

Not Applicable

#### 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
21-Nov-2018	Cash Credit	Long Term	15.00	ACUITE BBB-/ Stable (Assigned)
	Term Loans	Long Term	8.49	ACUITE BBB-/ Stable (Assigned)
	Proposed Bank Facility	Long Term	6.51	ACUITE BBB-/ 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
Cash Credit	Not Applicable	Not Applicable	Not Applicable	15.00	ACUITE BB+ (Downgraded from BBB-/Stable) Issuer not co-operating*
Term Loans	Not Applicable	Not Applicable	Not Applicable	8.49	ACUITE BB+ (Downgraded from BBB-/Stable) Issuer not co-operating*
Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	6.51	ACUITE BB+ (Downgraded from BBB-/Stable) Issuer not co-operating*

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

## Contacts

Analytical	Rating Desk
Aditya Gupta Head- Corporate and Infrastructure Sector Tel: 022-49294041 <a href="mailto:aditya.gupta@acuite.in">aditya.gupta@acuite.in</a>	Varsha Bist Manager - Rating Desk Tel: 022-49294011 <a href="mailto:rating.desk@acuite.in">rating.desk@acuite.in</a>
Deepesh Pamnani Analyst - Rating Operations Tel: 011-49731302 <a href="mailto:deepesh.pamnani@acuite.in">deepesh.pamnani@acuite.in</a>	

## 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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