

Royal Orchid Hotels Limited

September 10, 2024

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	38.48	CARE C; Stable; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE B; Stable;

Details of instruments/facilities in Annexure-1.

*Issuer did not cooperate; based on best available information.

Rationale and key rating drivers

CARE Ratings Ltd. had, vide its press release dated June 11, 2024, placed the rating(s) of Royal Orchid Hotels Limited (ROHL) under the 'issuer non-cooperating' category as ROHL had failed to provide information for monitoring of the rating. ROHL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated September 09, 2024.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'s opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).

The ratings assigned to the bank facilities of ROHL have been revised on account of non-availability of requisite information. The revision also factored in delays in repayment of debt (Not rated by CARE) recognised from Audit report of FY24, available from stock exchanges.

Analytical approach: Consolidated. Company's financial and operational performance along with its JVs and subsidiaries are considered for analysis due to strong financial, operational and management linkages between them. List of subsidiaries and JVs/associates considered for consolidation is attached as Annexure-6.

Outlook: Stable

Detailed description of the key rating drivers:

Please refer to PR dated [June 11, 2024](#)

Applicable criteria

[CARE Rating's criteria on information adequacy risk and issuer non-cooperation](#)

[Policy on Default Recognition](#)

[Criteria on assigning outlook and credit watch](#)

[Consolidation](#)

About the company

Royal Orchid Hotels Limited (ROHL) (ISIN Number: INE283H01019) is promoted by Mr. CK Baljee, to carry on the business and management of hotels/ hospitality business. The group largely operates 5-Star/4-Star hotels having presence in 38 locations and 11 states under the brand name Royal Orchid and Regenta. As on March 31, 2022, on consolidated basis, ROHL along with its subsidiaries, associates and JVs, owns/operates/manages 67 hotels with 4888 keys.

Brief Financials (Rs. crore) – Standalone	March 31, 2023 (A)	March 31, 2024 (A)	Q1FY25(UA)
Total operating income	172.08	191.94	49.09
PBILDT	57.35	56.69	13.62
PAT	28.18	24.62	4.43
Overall gearing (times)	0.58	0.73	NA
Interest coverage (times)	4.74	3.88	3.73

A: Audited; UA: Unaudited; Note: 'the above results are latest financial results available'; NA: Not Available

¹Complete definition of ratings assigned are available at www.careedge.in and other CARE Ratings Limited's publications.

Brief Financials (Rs. crore) – Consolidated	March 31, 2023 (A)	March 31, 2024 (A)	Q1FY25(UA)
Total operating income	273.58	293.61	77.66
PBILDT	91.96	76.07	21.29
PAT	49.22	50.82	8.53
Overall gearing (times)	0.88	1.05	NA
Interest coverage (times)	5.71	4.17	4.98

A: Audited; UA: Unaudited; Note: 'the above results are latest financial results available'; NA: Not Available

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

Rating history for last three years: Please refer Annexure-2

Covenants of rated instrument / facility: Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of various instruments rated: Annexure-4

Lender details: Annexure-5

Annexure-1: Details of instruments/facilities

Name of the Instrument	ISIN	Date of Issuance (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned and Rating Outlook
Fund-based - LT-Term Loan		-	-	July 2029	38.48	CARE C; Stable; ISSUER NOT COOPERATING*

*Issuer did not cooperate; based on best available information.

Annexure-2: Rating history for last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ crore)	Rating	Date(s) and Rating(s) assigned in 2024-2025	Date(s) and Rating(s) assigned in 2023-2024	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022
1	Fund-based - LT-Term Loan	LT	38.48	CARE C; Stable; ISSUER NOT COOPERATING*	1)CARE B; Stable; ISSUER NOT COOPERATING* (11-Jun-24)	1)CARE B; Stable; ISSUER NOT COOPERATING* (13-Apr-23)	1)CARE BB; Stable; ISSUER NOT COOPERATING* (18-Oct-22)	1)CARE BB; Stable; ISSUER NOT COOPERATING* (27-Jul-21)

*Issuer did not cooperate; based on best available information.

LT: Long term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities: Not Applicable

Annexure-4: Complexity level of instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Term Loan	Simple

Annexure-5: Lender details

To view the lender wise details of bank facilities please [click here](#)

Annexure-6: List of entities consolidated

Sr. No	Name of the Company	Subsidiary/Associate
1.	Icon Hospitality Private Limited	Subsidiary
2.	Cosmos Premises Private Limited	Subsidiary
3.	Maruti Comforts & Inn Private Limited	Subsidiary
4.	Raj Kamal Buildcon Private Limited	Subsidiary
5.	J.H. Builders Private Limited	Subsidiary
6.	Ksheer Sagar Buildcon Private Limited	Subsidiary
7.	Royal Orchid Associated Hotels Private Limited, Subsidiary of AB Holdings Private Limited	Subsidiary
8.	Royal Orchid Maharashtra Private Limited	Subsidiary
9.	Royal Orchid Hyderabad Private Limited	Subsidiary
10.	Royal Orchid Jaipur Private Limited	Subsidiary
11.	AB Holdings Private Limited	Subsidiary
12.	Royal Orchid Goa Private Limited	Subsidiary
13.	Royal Orchid Shimla Private Limited	Subsidiary
14.	Royal Orchid Mumbai Private Limited	Subsidiary
15.	Royal Orchid South Private Limited	Subsidiary
16.	Multi Hotels Limited	Subsidiary
17.	Ksheer Sagar Developers Private Limited	Associate

Note on complexity levels of rated instruments: CARE Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

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About us:

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