

## Sree Lakshmi Gayatri Hospitals Private Limited

February 25, 2025

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	196.88	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

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 December 08, 2023, placed the rating(s) of Sree Lakshmi Gayatri Hospitals Private Limited (SLGHPL) under the 'issuer non-cooperating' category as SLGHPL had failed to provide information for monitoring of the rating. SLGHPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and email dated October 23, 2024, November 02, 2024 and November 12, 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).**

**Analytical approach:** Standalone

**Detailed description of key rating drivers:**

### Key weakness

**Delay in meeting the debt obligations:** On account of liquidity strain due to cash flow mismatches, the hospital has delayed in meeting its debt obligations on time.

### Liquidity: Stretched

Stretched liquidity position is marked by lower occupancy levels resulting in losses during the period FY2021-2022 post impact of COVID-19 settled in India, which led to mismatch in cashflows which was addressed by availing emergency line of credit from lenders. The company has cash balance of Rs 6.01 crore as on March 31, 2023. Considering the overall gearing is high at -13.63x as on March 31, 2023(A), the company depends on promoter support for any cash shortfall.

**Assumptions/Covenants:** Not applicable

**Environment, social, and governance (ESG) risks:** Not applicable

### Applicable criteria

[Policy in respect of non-cooperation by issuers](#)

[Definition of Default](#)

[Liquidity Analysis of Non-financial sector entities](#)

[Rating Outlook and Rating Watch](#)

[Hospital](#)

[Financial Ratios – Non financial Sector](#)

[Service Sector Companies](#)

### About the company and industry

#### Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Healthcare	Healthcare	Healthcare Services	Hospital

Sree Lakshmi Gayatri Hospitals Private Limited (SLGH) was incorporated on June 10, 2011 by Mr Dandu Sivarama Raju. SLGH has undertaken project to set up 775 beds multi-specialty hospital at Bachupally, Hyderabad, to promote medical tourism and to facilitate longer stay requirements it has also undertaken to setup 120 beds in the same premises. The hospital commenced

<sup>1</sup>Complete definition of ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Limited's publications.

commercial operation from April 01,2019 onwards. The hospital offers wide range of health care services in specialties such as Cardiology, Nephrology, Pulmonology, Orthopedics, Plastic Surgery, Neurology, Gastro Entomology, Gynecology, Urology, Oncology, ENT and Dental etc.

Brief Financials (₹ crore)	March 31, 2021 (A)	March 31, 2022 (A)	March 31, 2023 (A)
Total operating income	28.63	104.22	54.59
PBILDT	17.95	30.30	4.64
PAT	-10.73	-4.65	-28.75
Overall gearing (times)	11.30	15.89	-13.63
Interest coverage (times)	1.29	1.37	0.21

A: Audited; Note: these are latest available financial results

**Status of non-cooperation with previous CRA:** Not applicable

**Any other information:** Not applicable

**Rating history for last three years:** Annexure-2

**Detailed explanation of covenants of rated instrument / facility:** Annexure-3

**Complexity level of 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	-	-	-	September 30,2029	196.88	CARE D; 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	196.88	CARE D; ISSUER NOT COOPERATING *	-	1)CARE D; ISSUER NOT COOPERATING * (08-Dec-23)	1)CARE D (11-Nov-22) 2)CARE B+; Stable (05-Jul-22)	1)CARE B; Stable (19-Aug-21) 2)CARE D (12-Apr-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](#)

**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](mailto:care@careedge.in) for clarifications.

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### About us:

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### Disclaimer:

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