

## Samaroh Hospitality LLP

March 31, 2021

### Ratings

| Facilities                | Amount (Rs. crore) | Ratings <sup>1</sup> | Rating Action  |
|---------------------------|--------------------|----------------------|--|
| Long term Bank Facilities | -                  | -                    | Rating continues to remain under ISSUER NOT COOPERATING category; Reaffirmed at CARE D; ISSUER NOT COOPERATING* (Single D ISSUER NOT COOPERATING*) and Withdrawn |
| <b>Total Facilities</b>   | -                  |                      |  |

Details of facilities in Annexure-1

### Detailed Rationale & Key Rating Drivers

CARE has reaffirmed the rating assigned to the bank facilities of Samaroh Hospitality LLP (SHL) to '**CARE D; Issuer Not Cooperating**' and has simultaneously withdrawn it, with immediate effect. The rating reaffirmation prior to its withdrawal factors in the delays in debt servicing owing to the poor liquidity of the firm.

The rating withdrawal is at the request of SHL and 'No Objection Certificate' received from the bank that has extended the facilities rated by CARE.

### Detailed description of the key rating drivers

#### Key Rating Weaknesses

##### Delays in debt servicing

Due to its poor liquidity, there had been delays in debt servicing. The firm had opted for a moratorium of six months from March 2020 to August 2020 on its term loan instalments.

**Analytical approach:** Standalone

#### Applicable Criteria:

[CARE's policy on withdrawal of ratings](#)

[Policy in respect of Non-cooperation by issuer](#)

[CARE's Policy on Default Recognition](#)

[Rating Methodology – Hotels](#)

[Financial ratios – Non-Financial Sector](#)

### About the firm

Samaroh Hospitality LLP (SHL) was formed in October 2014 as a limited liability partnership by Mr. Sanjay Somani, Mr. Randeep Singh Saluja, Mr. Shantanu Singh Thakur, Mr. Yogesh Maheshwari, Mr. Vicky Saluja and Mr. Guneet Singh Saluja. The firm was formed with an objective to establish a hotel at Indore (Madhya Pradesh) with brand name "The Solaris". The hotel facility is constructed at 1,20,000 square feet area with total 53 rooms having three categories viz. standard, deluxe and premium. Further, the hotel property has a cafeteria, two restaurants one at roof top and other near swimming pool, one banquet hall with capacity of 250 persons and marriage garden with capacity of 2000 person.

Brief financials of SHL are tabulated below:

| Brief Financials (Rs. Crore) | FY19 (A) | FY20 (A) |
|------------------------------|----------|----------|
| Total operating income       | 6.18     | 5.16     |
| PBILDT                       | 2.07     | 2.53     |
| PAT                          | (2.14)   | (0.27)   |
| Overall gearing (times)      | 3.67     | 13.64    |
| Interest coverage (times)    | 1.35     | 1.70     |

A – Audited

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

**Any other information:** Not Applicable

**Rating History for last three years:** Please refer Annexure-2

<sup>1</sup>Complete definitions of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and in other CARE publications

\*Issuer did not cooperate; Based on best available information

**Annexure-1: Details of Instruments/Facilities**

| Name of the Instrument    | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. crore) | Rating assigned along with Rating Outlook |
|---------------------------|------------------|-------------|---------------|-------------------------------|---|
| Fund-based - LT-Term Loan | -                | -           | -             | -                             | Withdrawn                                 |

*\*Issuer did not cooperate; Based on best available information*

**Annexure-2: Rating History of last three years**

| Sr. No. | Name of the Instrument/Bank Facilities | Current Ratings |                                |        | Rating History                                 |   |   |   |
|---------|--|-----------------|--------------------------------|--------|--|---|---|---|
|         |  | Type            | Amount Outstanding (Rs. crore) | Rating | Date(s) & Rating(s) assigned in 2020-2021      | Date(s) & Rating(s) assigned in 2019-2020 | Date(s) & Rating(s) assigned in 2018-2019             | Date(s) & Rating(s) assigned in 2017-2018 |
| 1.      | Fund-based - LT-Term Loan              | LT              | -                              | -      | 1) CARE D; ISSUER NOT COOPERATING* (18-Mar-21) | 1)CARE D (24-Feb-20)                      | 1)CARE D (29-Mar-19)<br>2)CARE B+; Stable (03-Apr-18) | 1)CARE B+; Stable (04-Aug-17)             |

*\*Issuer did not cooperate; Based on best available information*

**Annexure 3: Complexity level of various instruments rated for this firm**

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

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. This classification is available at [www.careratings.com](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

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### About CARE Ratings:

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### Disclaimer

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**\*\*For detailed Rationale Report and subscription information, please contact us at [www.careratings.com](http://www.careratings.com)**