



Rating Rationale

Aashka Hospitals Ltd

21 December 2020

Brickwork Ratings revises the Rating for the Bank Loan facilities of ₹ 26.61 Crore of Aashka Hospitals Ltd (AHL or the ‘Company’) based on best available information, as the issuer did not cooperate.

Particular:

Facility**	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (24Oct2019)	Present
Fund Based	26.61	26.61	Long Term	BWR B Stable	BWR B-Stable Issuer not cooperating*
Total	26.61	26.61	₹Twenty Six Crores and Sixty One Lakhs Only		

Please refer to BWR website www.brickworkratings.com/ for the definition of the ratings

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

**Details of Bank facilities are provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Revised the rating as BWR B-/Stable and migrated the rating to Issuer not Cooperating category, based on best available information as the Issuer did not cooperate.

BWR has been seeking information from the entity so as to monitor its performance. Despite repeated requests, the entity’s management has remained non-cooperative. The Company has not been sharing No Default statement (NDS) with BWR as per extant regulatory requirements. In the absence of adequate information from the entity, BWR is unable to assess its financial performance and its ability to service its debt and maintain a valid rating.

On account of inadequate information, lack of management cooperation, Brickwork Ratings has revised the rating as BWR B-/Stable and migrated the rating to “Issuer Not Cooperating” category.

LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, non-cooperation by the rated entities to provide the required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should, therefore, take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholdings of the information required for a review of the rating.



COMPANY PROFILE (Information as available in Oct 2019)

Aashka Hospitals Limited formerly known as Aashka Hospitals Pvt Ltd is NABH accredited private hospital located in Gandhinagar, Gujarat. The Hospital was incorporated in the year 2012. The 130 bed Hospital and team of 35 professional doctors is led by Mr. Bipinchandra Shah, who is the Managing Director of the Company. He has an experience of over a decade and looks after the overall Hospital's operations and functions. He is supported by a Committee of Doctors and the Medical Superintendent for the day to day activities of the Hospital. The Hospital provides multi-speciality services and is equipped with the latest technology. AHL is engaged in providing super specialties including Cardiology and Cardiothoracic Surgery, Vascular Surgery, Neuro Surgery, Gastroenterology, Nephrology, Urology, Joint Replacement, Spine Surgery and Critical Care.

KEY FINANCIAL INDICATORS (Information as available in Oct 2019)

Key Parameters	Units	FY19	FY18
Result Type		Audited	Audited
Total Operating Income	Rs in Crs	27.67	20.94
EBITDA	Rs in Crs	9.51	7.33
PAT	Rs in Crs	1.33	0.11
Tangible Net worth	Rs in Crs	15.36	10.88
Total Debt/TNW	Times	2.15	3.52
Current Ratio	Times	0.57	0.45

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY:

AHL has not cooperated with Crisil which has classified it as a non-cooperative vide release dated 15-July-2020. The reason provided by Crisil is non-furnishing of information for monitoring of ratings.

RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]

S.No	Facility	Current Rating (2020)^			Rating History		
		Type	Amount (₹ Crs)	Rating	24Oct2019	2018	2017
1	Fund Based	Long Term	26.61	BWR B-Stable Issuer not cooperating*	BWR B Stable	-	-
	Total		26.61	₹Twenty Six Crores and Sixty One Lakhs Only			

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



COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit www.brickworkratings.com/download/ComplexityLevels.pdf

For any other criteria obtain hyperlinks from the website

- [General Criteria](#)
- [Criteria- Default Recognition & Default Curing Period](#)
- [What constitutes Non-cooperation](#)

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Aashka Hospitals Ltd ANNEXURE I

Details of Bank Facilities rated by BWR

Sl.No.	Name of the Bank	Type of Facilities	Long Term (₹ Cr)
1	Bank of India	Fund Based Cash Credit Term Loans	0.50 26.11
		Total	26.61

Total ₹ Twenty Six Crores and Sixty One Lakhs Only



For print and digital media

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