

## RATING RATIONALE

14 March 2020

### Majestic Maharaja

**Brickwork Ratings downgrades the ratings for the Bank Loan Facilities of ₹ 19.00 Crores of Majestic Maharaja based on best available information, as the issuer did not cooperate.**

#### Particulars

Facility	Amount (₹ Cr)		Tenure	Rating#	
	Previous	Present		Previous (April, 2018)	Present
Fund Based	19.00	19.00	Long Term	BWR B+ (Stable)	BWR B (Stable) Issuer Not Cooperating* (Downgraded)
<b>Total</b>	<b>19.00</b>	<b>19.00</b>	<b>INR Nineteen Crores Only</b>		

# Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for definition of the ratings

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

Details of Bank facilities is provided in Annexure-I

#### RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

The rating of the Bank Loan Facilities of the company has been downgraded to BWR B- (Stable) under the 'Issuer Not Cooperating' category.

BWR assigned the initial rating of BWR B on 23rd May 2017. The rating was due for review in May 2018 and was shifted to Rating Not Reviewed category. BWR took up with the issuer consistently to provide required information over emails apart from telephonic communications. BWR was unable to reach its bankers, the banker's feedback regarding the conduct of account is not available. Despite the best efforts of BWR to get at least the minimum required information for a review, the entity has not provided the same. In the absence of adequate information from the trust, BWR is unable to assess the trust's financial performance and its ability to service its debt and maintain a valid rating.

#### LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress.



**KEY FINANCIAL INDICATORS** (in (₹ Cr) [AS AVAILABLE WITH BWR]

Majestic Maharaja was initially rated in 2017 as a greenfield project, hence Brickwork Ratings does not have audited financial statements.

Key Parameters	Units	2016	2015
Result Type		Audited	Audited
Operating Revenue	₹ Cr	NA	NA
EBITDA	₹ Cr	NA	NA
PAT	₹ Cr	NA	NA
Tangible Net Worth	₹ Cr	NA	NA
Total Debt/Tangible Net Worth	Times	NA	NA
Current Ratio	Times	NA	NA

**FIRM PROFILE [ As available with BWR ]**

Majestic Maharaja is a partnership firm established in April 2016 at Amritsar. The firm is implementing a hotel project at Ranjit Avenue, Amritsar, at an estimated cost of Rs. 45 crore. The hotel is proposed to be equipped with two banquet halls and 54 guest rooms and is expected to be operational by September 2018. Civil construction work has been completed as advised by the firm. The key persons include Mr. Meherban Singh and others.

**NON-COOPERATION WITH PREVIOUS RATING AGENCY: NA**

## RATING HISTORY

Facilities	Current Rating			Rating History		
	Tenure	Amount (₹ Cr)	Rating	2019	2018	23rd May 2017
<b>Fund Based</b>	<b>Long Term</b>	19.00	<b>BWR B- (Stable) Issuer Not Cooperating (Downgraded)</b>	RNR*	RNR*	BWR B (Stable)
<b>Total</b>		<b>19.00</b>	<b>INR Nineteen Crores Only</b>			

\*Rating Not Reviewed Category.

## COMPLEXITY LEVELS OF THE INSTRUMENTS

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [What constitutes Client Non Co-operation](#)

Analytical Contacts	Investor and Media Relations
<p><b>Aditi Bhatt Rating</b> Analyst Board: 022-67456666 Ext: 657 Email Address: <a href="mailto:aditi.b@brickworkratings.com">aditi.b@brickworkratings.com</a></p> <p><b>V. K. Kukreja</b> Associate Director – Ratings Board: +91 11 23412232 Email Address: <a href="mailto:kukreja.vk@brickworkratings.com">kukreja.vk@brickworkratings.com</a></p>	<p><b>Liena Thakur Assistant Vice President - Corporate Communications +91 84339 94686</b> <a href="mailto:liena.t@brickworkratings.com">liena.t@brickworkratings.com</a></p>

**ANNEXURE I**

**Majestic Maharaja**

**Details of Bank Facilities rated by BWR**

<b>Sl.No.</b>	<b>Name of the Bank</b>	<b>Type of Facilities</b>	<b>Long Term [₹ Cr]</b>	<b>Total [₹ Cr]</b>
<b>1</b>	<b>Punjab National Bank</b>	Term Loan	19.00	19.00
<b>TOTAL</b>				<b>19.00</b>

**Total Rupees Nineteen Crores Only**

**For print and digital media** The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

**About Brickwork Ratings** :Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a leading public sector bank, as its promoter and strategic partner. BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

**DISCLAIMER** Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons