

September 12, 2023

Triton Hotels & Resorts Private Limited: Update on Entity

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Outstanding
Long-term Fund-based Limits (Term Loan)	94.54	94.54	[ICRA]A-(Stable)
Long-term Non-fund Based Facilities (Bank Guarantee)	5.0	5.0	[ICRA]A-(Stable)
Short-term Fund-based Limits (Overdraft Limit)	13.00	13.00	[ICRA]A2+
Total	112.54	112.54	

*Instrument details are provided in Annexure-I

Material Event

On September 1, 2023, the Enforcement Directorate (ED) published a press release on completion of raid on various properties of the promoters of Triton Hotels and Resorts Private Limited (THRPL). The ED has reportedly recovered unaccounted cash, in addition to incriminating documents and evidence indicating large scale unaccounted transactions.

Impact of Material Event

ICRA has a rating of [ICRA]A- (Stable)/[ICRA]A2+ outstanding on the bank lines of the company. Based on discussions with the management, ICRA understands that there has been no material impact on the company's operations or the operations of its bank accounts. ICRA has noted the said development; and would continue to closely monitor any further developments related to this event and take appropriate rating action, if necessary.

Please refer to the following link for the previous detailed rationale that captures the key rating drivers and their description, the liquidity position, rating sensitivities and key financial indicators: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Rating Methodology for Entities in the Hotel Industry
Parent/Group support	Not Applicable
Consolidation/Standalone	The rating is based on the standalone financial statements of the company.

About the company

Incorporated in March 2007, Triton Hotels & Resorts Private Limited owns a five-star hotel in Kukas, Rajasthan (on the Delhi-Jaipur Highway), under the Accor's 'Fairmont' brand. The property has been operational since August 2012 with an inventory of around 245 rooms, of which 46 rooms were added and launched in November 2017. The property also offers facilities like a convention centre, meeting rooms, swimming pool, fitness centre and dining options at five restaurants and bars.

THRPL is promoted by Mr. Ratankant Sharma, whose family also owns Le Meridien in Jaipur and has developed another luxury property under the 'Raffles' brand in Udaipur, Rajasthan. The promoters are in the process of developing another luxury property under Accor's Raffles brand under THRPL, adjacent to the existing Fairmont property. The construction of the same is expected to be completed by mid-2023.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Current Rating (FY2024)		Chronology of Rating History for the past 3 years			
		Amount Rated (Rs. crore)	Amount Outstanding as of October 2022 (Rs. crore)	Date & Rating in	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021
				Sep 12, 2023	Nov 28, 2022	Sep 29, 2021	Jul 21, 2020 Jun 19, 2020
1 Term Loans	Long Term	94.54	39.93	[ICRA]A- (Stable)	[ICRA]A- (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Negative)
2 Bank Guarantee	Long-Term	5.00	-	[ICRA]A- (Stable)	[ICRA]A- (Stable)	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Negative)
3 Overdraft Limits	Short Term	13.00	-	[ICRA]A2+	[ICRA]A2+	[ICRA]A2	[ICRA]A2

Complexity level of the rated instruments

Instrument	Complexity Indicator
Term Loans	Simple
Bank Guarantee	Very simple
Overdraft Limits	Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Term Loan-I	July 5, 2016	NA	Mar 2024	12.67	[ICRA]A- (Stable)
NA	Term Loan-II	Jan 21, 2020	NA	Nov 2029	60.00	[ICRA]A- (Stable)
NA	Term Loan- III	Dec 23, 2020	NA	Mar 2026	10.07	[ICRA]A- (Stable)
NA	Term Loan- IV	Dec 23, 2020	NA	Oct 2027	11.80	[ICRA]A- (Stable)
NA	Overdraft limit	Jan 21, 2020	NA	NA	13.00	[ICRA]A2+
NA	Bank Guarantee	Jan 21, 2020	NA	NA	5.00	[ICRA]A- (Stable)

Source: Company

Annexure II: List of entities considered for consolidated analysis – Not applicable

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