

April 21, 2021

Shiva & Shiva Orthopaedic Hospital Private Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term - Fund Based/CC	10.00	10.00	[ICRA]BBB (Positive); withdrawn
Long Term – Fund Based TL	57.45	57.45	[ICRA]BBB (Positive); withdrawn
Short Term – Non-Fund Based	1.00	1.00	[ICRA]A3+; withdrawn
Total	68.45	68.45	

*Instrument details are provided in Annexure-1

Rationale

ICRA has withdrawn the long-term rating of [ICRA]BBB(Positive) (pronounced ICRA triple B) with a stable outlook and short-term rating of [ICRA]A3+ (pronounced ICRA A three plus) outstanding for the Rs. 68.45 crore line of credit of Shiva & Shiva Orthopaedic Hospital Private Limited. The rating is withdrawn in accordance with ICRA's policy on withdrawal and suspension, at the request of the entity and based on the no-objection certificate provided by the lenders

ICRA is withdrawing the rating and it does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The Key rating drivers, Liquidity position, Rating sensitivities, Key financial indicators have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link:

[Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Not Applicable
Consolidation/Standalone	ICRA has considered the standalone financial profile of the company

About the company

Incorporated in October 2003, at present, Shiva & Shiva Orthopaedic Hospital Private Limited operates two orthopaedic and three multi-speciality hospitals in Karnataka across Bangalore (three), Davangere (one) and Hassan (one). The company's oldest hospital is located in Health City, Bommasandra, Bangalore with a capacity of 71 beds, while the second hospital is situated on Infantry Road, Bangalore with a capacity of 84 beds. The first hospital is owned and operated by the company, but the second hospital is housed in a leased premise. In FY2013, the company took up operational and management (O&M) contract for the existing hospital at Davangere in Karnataka and in FY2016, it had set up a multi-speciality hospital in Yeshwanthpur, Bangalore. In FY2019, SSOHPL acquired a 150-bed multi-speciality hospital in Hassan (Karnataka). SSOHPL has a total capacity of 190 beds catering to the orthopaedic speciality (including accidents/trauma, joint replacement and other orthopaedic treatments, along with plastic and maxillofacial surgeries) and about 485 beds catering to multiple specialities (spanning gynaecology, neurology/neurosurgery, cardiology/cardiovascular and thoracic surgery, nephrology and urology, among others).

The Health City and Yeshwanthpur units of SSOHPL are accredited by the National Accreditation Board for Hospitals & Healthcare Providers (NABH), while the same is under process for its other units. SSOHPL was promoted by Dr. Sharan S. Patil, an orthopaedic surgeon specialising in joint replacements, paediatric orthopaedics and arthroscopies with over 20 years of medical experience.

Key financial indicators – Not applicable

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Current Rating (FY2022)				Chronology of Rating History for the past 3 years		
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in	Date & Rating in FY2021	Date & Rating in FY2020	Date & Rating in FY2019
					21-Apr-2021	-	07-Jan-2020	24-Oct-2018
1	Term Loan	Long Term	57.45	-	[ICRA]BBB (Positive) withdrawn	-	[ICRA]BBB (Positive)	[ICRA]BBB (Stable)
2	Cash Credit	Long Term	10.00	--	[ICRA]BBB (Positive) withdrawn	-	[ICRA]BBB (Positive)	[ICRA]BBB (Stable)
3	Non-Fund Based	Short Term	1.00	-	[ICRA]A3+ withdrawn	-	[ICRA]A3+	[ICRA]A3+

Complexity level of the rated instrument

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the website [click here](#)

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Term Loans	FY2015	NA	FY2025	57.45	[ICRA]BBB (Positive) withdrawn
NA	Cash Credit	-	NA	NA	10.00	[ICRA]BBB (Positive) withdrawn
NA	Non-Fund-based	-	NA	NA	1.00	[ICRA]A3+ withdrawn

Source: Company;

Annexure-2: List of entities considered for consolidated analysis

Not Applicable

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