



Press Release

Tirumala Enterprises

April 22, 2025

Ratings

Instrument / Facility	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	45.93	IVR B/ Negative ISSUER NOT COOPERATING* (IVR B with Negative Outlook Issuer Not Cooperating)	IVR B+/ Negative ISSUER NOT COOPERATING* (IVR B plus with Negative Outlook Issuer Not Cooperating)	Rating downgraded and remained in Issuer Not Cooperating category	Simple
Short Term Bank facilities	0.20	IVR A4 ISSUER NOT COOPERATING* (IVR A four Issuer Not Cooperating)	IVR A4 ISSUER NOT COOPERATING* (IVR A four Issuer Not Cooperating)	Rating reaffirmed and remained in Issuer Not Cooperating category	Simple
Total	46.13 (INR Forty-six crore and thirteen lakh only)				

**Issuer did not cooperate; based on best available information*

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics has downgraded the long-term rating and reaffirmed the short-term rating, and continued to keep the ratings assigned to the bank facilities of Tirumala Enterprises (TE) in the ISSUER NOT COOPERATING category because of lack of adequate information for rating review from the company and hence the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its ratings and reviews the same as per its policy. The long-term rating outlook remains negative due to information availability risk. The lenders, investors and other market participants are thus advised to exercise appropriate caution while using these ratings as the ratings may not adequately reflect the credit risk profile of the entity.



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Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data & NDS to monitor its assigned ratings to the bank facilities, vide mail communications dated January 7, 2025, January 14, 2025, January 28, 2025, April 2, 2025, April 7, 2025, April 8, 2025, April 9, 2025, and concurrently over several phone calls. However, despite repeated requests by Infomerics, the company's management has not submitted surveillance fees, and all the essential details required for detailed review of the assigned ratings.

Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to assign the ratings based on the best available information. Accordingly, the ratings assigned to the bank loan facilities aggregating to INR 46.13 crore of Tirumala Enterprises shall be continued under the 'ISSUER NOT COOPERATING' category by Infomerics and the long-term rating be noted as 'IVR B/ Negative ISSUER NOT COOPERATING' based on best available information (IVR B with negative outlook Issuer not cooperating based on best available information) and short term rating be noted as IVR A4 ISSUER NOT COOPERATING' based on best available information (IVR A four Issuer not cooperating based on best available information).

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology for Service Sector Companies](#)

[Criteria of assigning Rating outlook](#)

[Policy on Default Recognition](#)

[Complexity Level of Rated Instruments/Facilities](#)

[Financial Ratios & Interpretation \(Financial Sector/Non- Financial Sector\)](#)

[Guidelines on what constitutes Non-Cooperation by clients](#)

About the Firm

Tirumala Enterprises (TE) formed by Mr. Govindappa Balappa Dandagi – proprietor of the entity in 2021. The entity runs a hotel by the name of Fortune Park Airport Road Hubbali. It is a member of the ITCs hotel group. The hotel is strategically located on Gokul Road, just



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opposite of Hubballi airport. The hotel offers 90 guest rooms and suites featuring warm and modern décor. The hotel rooms are equipped with array of amenities.

Financials (Standalone):

(Rs. crore)

For the year ended/ As on*	31.03.2021	31.03.2022
	Audited	Audited
Total Operating Income	-	5.53
EBITDA	-	2.32
PAT	-	0.22
Total Debt	-	45.41
Adjusted Tangible Net Worth	-	8.35
EBITDA Margin (%)	-	41.90
PAT Margin (%)	-	4.02
Overall Gearing Ratio (x)	-	5.44
Interest Coverage (x)	-	1.11

* Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: Nil

Any other information: Nil

Rating History for last three years:

Sr. No.	Name of Instrument/Facilities	Current Ratings (Year 2025-26)			Date(s) Rating(s) assigned in 2024-25	Rating History for the past 3 years		
		Type (Long Term/Short Term)	Amount outstanding (Rs. Crore)	Rating		Date(s) Rating(s) assigned in 2023-24	Date(s) Rating(s) assigned in 2022-23	Date(s) Rating(s) assigned in 2021-22
					-	(March 1, 2024)	(January 5, 2023)	
1.	Term Loan	Long Term	37.43	IVR B/ Negative ISSUER NOT COOPERATING*	-	IVR B+/ Negative ISSUER NOT COOPERATING*	IVR BB-/ Stable	
2.	Mortgage Loan	Long Term	5.00	IVR B/ Negative ISSUER NOT COOPERATING*	-	IVR B+/ Negative ISSUER NOT COOPERATING*	IVR BB-/ Stable	
3.	Overdraft	Long Term	3.50	IVR B/ Negative ISSUER NOT COOPERATING*	-	IVR B+/ Negative ISSUER NOT COOPERATING*	IVR BB-/ Stable	



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Sr. No .	Name of Instrument/Facilities	Current Ratings (Year 2025-26)				Rating History for the past 3 years				
		Type (Long Term/Short Term)	Amount outstanding (Rs. Crore)	Rating	Date(s) Rating(s) assigned 2024-25	& in	Date(s) Rating(s) assigned 2023-24	& in	Date(s) Rating(s) assigned 2022-23	& in
					-		(March 2024)	1,	(January 2023)	5,
4.	Bank Guarantee	Short Term	0.20	IVR A4 ISSUER NOT COOPERATING*	-		IVR A4 ISSUER NOT COOPERATING*		IVR A4	

*Issuer did not cooperate; based on best available information

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About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please visit www.infomerics.com.

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time.



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Annexure 1: Facility Details

Name of Facility	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Term Loan	-	-	-	July 2031	1.63	IVR B/ Negative ISSUER NOT COOPERATING*
Term Loan	-	-	-	July 2031	3.49	IVR B/ Negative ISSUER NOT COOPERATING*
Term Loan	-	-	-	July 2031	0.21	IVR B/ Negative ISSUER NOT COOPERATING*
Term Loan	-	-	-	July 2031	3.09	IVR B/ Negative ISSUER NOT COOPERATING*
Term Loan	-	-	-	July 2031	12.13	IVR B/ Negative ISSUER NOT COOPERATING*
Term Loan	-	-	-	July 2031	1.75	IVR B/ Negative ISSUER NOT COOPERATING*
Term Loan	-	-	-	July 2031	1.12	IVR B/ Negative ISSUER NOT COOPERATING*
Term Loan	-	-	-	July 2031	3.44	IVR B/ Negative ISSUER NOT COOPERATING*
Term Loan	-	-	-	July 2031	2.65	IVR B/ Negative ISSUER NOT COOPERATING*
Term Loan	-	-	-	June 2024	1.96	IVR B/ Negative ISSUER NOT COOPERATING*



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Working capital Term Loan GECL 3	-	-	-	May 2027	3.36	IVR B/ Negative ISSUER NOT COOPERATING*
GECL 3 Extension	-	-	-	January 2028	1.60	IVR B/ Negative ISSUER NOT COOPERATING*
Term Loan	-	-	-	December 2028	1.00	IVR B/ Negative ISSUER NOT COOPERATING*
Mortgage Loan	-	-	-	-	5.00	IVR B/ Negative ISSUER NOT COOPERATING*
Overdraft	-	-	-	-	3.50	IVR B/ Negative ISSUER NOT COOPERATING*
Bank Guarantee	-	-	-	-	0.20	IVR A4 ISSUER NOT COOPERATING*

**Issuer did not cooperate; based on best available information*

Annexure 2: Facility wise lender details: Not Applicable

Annexure 3: Detailed explanation of covenants of the rated Security/facilities: Not Applicable

Annexure 4: List of companies considered for consolidated/Combined analysis: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.