

Kathmandu International Hospital Private Limited: Ratings withdrawn

January 17, 2024

Summary of rating action

| Instrument (NPR Million) | Last Rated Amount | Rating Action |
|--------------------------|-------------------|------------------|
| Long-term loans | 5,562 | Rating withdrawn |
| Short-term loans | 75 | Rating withdrawn |
| Total | 5,637 | |

Rating action

ICRA Nepal has withdrawn the long-term rating of **[ICRANP] LC+ 'Issuer Not Cooperating'** (pronounced ICRA NP L C plus, Issuer Not Cooperating) and short-term rating of **[ICRANP] A4 'Issuer Not Cooperating'** (pronounced ICRA NP A four, Issuer Not Cooperating) assigned to long-term and short-term loans respectively, of Kathmandu International Hospital Private Limited (KIH). The rating action has been taken in accordance with the Credit Rating Regulations 2011, following the company's application for ratings withdrawal. ICRA Nepal does not have any information to suggest that the credit risk has changed since the time the ratings were last reviewed.

Rationale

ICRA Nepal is withdrawing the ratings based on the company's application for ratings withdrawal, in accordance with the ICRA Nepal's [Rating Withdrawal Policy](#). The key rating drivers, rating sensitivities, key financial indicators have not been captured as the ratings are being withdrawn.

ICRA Nepal assesses whether the information available about the entity is commensurate with its rating and reviews the same as per Credit Rating Regulations 2011 as well as ICRA Nepal's 'Withdrawal/Suspension Policy' available at www.icranepal.com. As part of its process and in accordance with its rating agreement with KIH, ICRA Nepal had been trying to seek comprehensive information from the entity to monitor its performance. However, with the company's request to discontinue the bank loan ratings from ICRA Nepal, the ratings have been withdrawn.

Link to the previous rating rationale:

[Rationale Kathmandu International Hospital Private Limited Issuer Not Cooperating January 2024](#)

Analytical approach: For arriving at the ratings, ICRA Nepal has applied its rating methodologies as indicated below.

Links to the applicable criteria:

[Corporate Rating Methodology](#)

[ICRA Nepal's policy on withdrawal of credit rating](#)

About the company

Incorporated in February 2021, Kathmandu International Hospital Private Limited is a SPV for construction of proposed multi-specialty hospital in Tinkune, Kathmandu. When last rated, the project was in its nascent stages of development, with the land acquisition almost completed and construction started from February 2022 with targets to complete by mid-July 2024. During the last rating exercise, the company was promoted by experienced medical sector professionals, with most of them being affiliated with Chitwan Medical College Private Limited, which has an operational track record of >15 years. The proposed multi-specialty hospital was proposed to have a capacity of 300 beds, with the first 100 beds proposed to start operation from the first year, 200 beds in the second year and 300 beds in the third year onwards.

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