

July 12, 2017

Appu Hotels Limited (AHL): CARE revises rating for Non-Convertible Debenture issue from 'CARE B +(Single B Plus) to 'CARE D (Single D)'.

Credit Analysis & Research Limited ("CARE") has revised its rating on the Non-Convertible Debenture issue from 'CARE B + (Single B Plus) to 'CARE D (Single D)'.

The revision in the rating assigned to the Non-Convertible Debentures (NCDs) of AHL takes into account the instances of delays in servicing debt obligations. AHL continuing losses during the period FY13-FY-16 (refers to the period April to March 31) along with cash flow mismatches has led to tight liquidity position for the company due to which there were instances of delays in servicing the NCD.

IDBI Trusteeship Services Limited

Sd/-

Authorised Signatory