

May 18, 2012

Royal Orchid Ahmedabad Pvt. Ltd. (Royal Orchid), Take-out of Term Loan facility

IL&FS Financial Services Ltd (IFIN) has successfully completed the take-over of Royal Orchid's existing Term Loan facility by Federal Bank

Royal Orchid has been operating a four star hotel property under the brand "Royal Orchid Central" in Ahmedabad for the past four years. An existing Term Loan facility financed by IDBI Bank aggregating to Rs.30 cr (current outstanding Rs.27 cr) was structured for the project in the books of Royal Orchid

SAMHI Hotels Private Limited (SAMHI), a Hotel investment and development company, is founded by Mr. Steve Rushmore, Mr. Ashish Jakhanwala and Mr. Manav Thadani in December 2010 with focus on 'value-for-money', Mid-scale & Economy segment, internationally branded hotels across key cities in the Indian sub-continent. Considering the prospects and valuation of the Royal Orchid project, SAMHI acquired the entire shareholding of Royal Orchid from its existing shareholders. As a measure of optimizing the financials of Royal Orchid, SAMHI desired to reduce its cost of borrowings on the Senior Debt financing. Towards this endeavor, IFIN provided advisory and take out financing of the Senior Debt with IDBI

IFIN has successfully arranged the take-over of facility with Federal Bank. The Loan documents have been executed in Ahmedabad on May 18th, 2012