

March 25, 2015

Facilities	Amount (Rs. Crore)	Rating
Working Capital Term Loan	3.30	SMERA D (Assigned)
Cash Credit	7.08	SMERA D (Assigned)
Term Loan	25.78	SMERA D (Assigned)
Overdraft	5.35	SMERA D (Assigned)
Letter of Credit	2.00	SMERA D (Assigned)
Bank Guarantee	5.00	SMERA D (Assigned)

SMERA has assigned a rating of '**SMERA D' (read as SMERA D)** to the Rs.48.51 crore bank facilities of Synergy Electric Private Limited (SEPL). The rating reflects delays in servicing of debt by the company. The rating takes into account the considerable time and cost overruns in the company's project. The rating also reflects the company's high gearing (debt-equity ratio of 32.48 times) as on March 31, 2014.

About the company

SEPL (formerly known as Synergy Renewable Energy Private Limited) is a Kolkata-based company incorporated in 1999. SEPL is engaged in manufacturing of hybrid energy machines, solar photovoltaic modules, solar-powered products and diesel generator sets. The company has a manufacturing unit in Durgapur (West Bengal), with installed capacity of 35 MW per annum.

SEPL also provides engineering project consultancy services. The company has commissioned a 50 KW power plant in West Bengal.

For FY2013-14 (refers to financial year, April 01 to March 31), SEPL reported net loss of Rs.22.73 crore on operating income of Rs.39.63 crore, as compared with net loss of Rs.4.35 crore on operating income of Rs.8.92 crore in FY2012-13. The company's net worth stood at Rs.1.98 crore as on March 31, 2014, as compared with Rs.18.20 crore a year earlier.

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