

Press Release

Mohan Energy Corporation Private Limited

December 11, 2017

Rating Update



Total Bank Facilities Rated*	Rs. 56.00 Cr. #
Long Term Rating	SMERA BB Issuer not co-operating*
Short Term Rating	SMERA A4+ Issuer not co-operating*

Refer Annexure for details

* The issuer did not co-operate; based on best available information.

SMERA has reviewed long-term rating of '**SMERA BB**' (read as **SMERA double B**) and short term rating '**SMERA A4+**' (read as **SMERA A four plus**) on the Rs. 56.00 crore bank facilities of Mohan Energy Corporation Private Limited (MECPL). This is an indicative rating.

Non-cooperation by the issuer/borrower

SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit required documents before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing entities - <https://www.smera.in/criteria-manufacturing.htm>

Limitation regarding information availability

The rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). SMERA endeavoured to gather information about the entity/industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information on which the indicative credit rating is based.

About the rated entity

MECPL undertakes turnkey projects in the power sector. The company provides services related to laying of transmission lines and setting up power substations. Further it also undertakes solar electrification and wind power projects.

In FY2014-15, MECPL reported net profit of Rs.3.99 crore on operating income of Rs.109.64 crore, as compared to net profit of Rs.9.10 crore on operating income of Rs. 237.77 crore in the previous year. Further, company has reported net profit of Rs. 8.41 crore on operating income of Rs. 117.86 crore in FY 2015-16 (provisional).

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
06-Sep-2016	Cash Credit*	Long Term	2.00	SMERA BB / Stable (Reaffirmed)
	Bank Guarantee	Short Term	15.00	SMERA A4+ (Reaffirmed)
	Letter of Credit	Short Term	15.00	SMERA A4+ (Assigned)
	Non fund based facilities	Short Term	24.00	SMERA A4+ (Reaffirmed)
03-Sep-2015	Secured Overdraft	Long Term	2.00	SMERA BB/Stable (Assigned)
	Bank Guarantee	Short Term	54.00	SMERA A4+ (Assigned)

* includes sublimit of packing credit of Rs. 1 crore, Bills of Negotiation (DP) of Rs.0.50 crore and Foreign Bills of Negotiation of Rs. 0.50 crore

includes sublimit of Bank Guarantee of Rs. 20.00 crore and Letter of Credit of Rs. 4.00 crore

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit*	Not Applicable	Not Applicable	Not Applicable	2.00	SMERA BB Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	15.00	SMERA A4+ Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	15.00	SMERA A4+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	24.00	SMERA A4+ Issuer not co-operating*

* includes sublimit of packing credit of Rs. 1 crore, Bills of Negotiation (DP) of Rs.0.50 crore and Foreign Bills of Negotiation of Rs. 0.50 crore

includes sublimit of Bank Guarantee of Rs. 20.00 crore and Letter of Credit of Rs. 4.00 crore

*The issuer did not co-operate; based on best available information.

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ABOUT SMERA

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