

Press Release

Nutan Eco Power

July 25, 2022



Rating Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|------------------------------------|------------------|---|-------------------|
| Bank Loan Ratings | 9.00 | ACUITE B+ Reaffirmed Issuer not co-operating* | - |
| Total Outstanding Quantum (Rs. Cr) | 9.00 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 0.00 | - | - |

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B+**' (read as **ACUITE B plus**) on the Rs. 9.00 crore bank facilities of Nutan Eco Power (NEP). The rating continues to be flagged as "Issuer Not Cooperating" and is based on the best available information.

About the Company

NEP is an Ahmedabad-based partnership firm established in 2014 by Mr. Dipal B. Patel and Mrs. Dimple D. Patel. The firm is engaged in wind power generation and has installed a wind mill of 2.10 megawatt (MW) capacity under a PPA (Power Purchase Agreement) with Gujarat Urja Vikas Nigam Limited (GUVNL) near Porbandar (Gujarat). The PPA has been signed for the next 25 years at the rate of Rs.4.15 per unit. The firm commenced commercial operations from August, 2015 with technical support from Suzlon Energy for generation and supply of electricity to GUVNL.

Non-cooperation by the issuer/borrower:

Acuite 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 such information before the due date.

Acuite believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

Material Covenants

Not Applicable

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Outlook

Not Applicable

Status of non-cooperation with previous CRA

Not Applicable

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------|-----------|-----------------|---|
| 26 Apr 2021 | Term Loan | Long Term | 7.15 | ACUITE B+ (Issuer not co-operating*) |
| | Proposed Long Term Loan | Long Term | 1.85 | ACUITE B+ (Issuer not co-operating*) |
| 03 Feb 2020 | Term Loan | Long Term | 7.15 | ACUITE B+ (Issuer not co-operating*) |
| | Proposed Long Term Loan | Long Term | 1.85 | ACUITE B+ (Issuer not co-operating*) |
| 19 Nov 2018 | Term Loan | Long Term | 7.15 | ACUITE B+ (Issuer not co-operating*) |
| | Proposed Long Term Loan | Long Term | 1.85 | ACUITE B+ (Issuer not co-operating*) |
| 04 Sep 2017 | Term Loan | Long Term | 7.15 | ACUITE B+ Stable (Upgraded from ACUITE D) |
| | Proposed Long Term Loan | Long Term | 1.85 | ACUITE B+ Stable (Assigned) |
| 21 Jun 2016 | Term Loan | Long Term | 9.00 | ACUITE D (Assigned) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Quantum (Rs. Cr.) | Rating |
|---------------------|----------------|-------------------------|------------------|----------------|----------------|-------------------|---|
| Not Applicable | Not Applicable | Proposed Long Term Loan | Not Applicable | Not Applicable | Not Applicable | 1.85 | ACUITE B+ Reaffirmed Issuer not co-operating* |
| Union Bank of India | Not Applicable | Term Loan | Not available | Not available | Not available | 7.15 | ACUITE B+ Reaffirmed Issuer not co-operating* |

Contacts

| Analytical | Rating Desk |
|---|--|
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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI) for Bank Loan Ratings under BASEL-II norms in the year 2012. Acuité has assigned ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Kanjurmarg, Mumbai.

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