

Press Release

Sungrace Energy Solutions Private Limited

December 27, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 11.00 Cr. #
Long Term Rating	ACUITE B+ Issuer not co-operating* (Downgraded from ACUITE BB-/Stable)
Short Term Rating	ACUITE A4 Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the long-term rating to '**ACUITE B+**' (read as **ACUITE B plus**) from '**ACUITE BB-**' (read as **ACUITE double B minus**) and the short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) on the Rs.11.00 crore bank facilities of Sungrace Energy Solutions Private Limited (SESPL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

Incorporated in 1999, SESPL is into manufacturing of wide range of solar products such as solar PV modules, solar lanterns, solar street lights, solar water pumps and a host of other customised solar products. The manufacturing unit of the company is located in Hyderabad, Telangana with an installed capacity to manufacture 50 MW solar panels per annum.

Non-cooperation by the issuer/borrower

Acuité 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 due date.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.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). Acuité endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuité 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.

Status of non-cooperation with previous CRA (if applicable)

Not Applicable

Any other information

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

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
22-Oct-2018	Cash Credit	Long Term	4.50	ACUITE BB-/Stable (Reaffirmed)
	Secured Overdraft	Long Term	1.00	ACUITE BB-/Stable (Reaffirmed)
	Bank Guarantee	Short Term	4.50	ACUITE A4 (Reaffirmed)
	Proposed Cash Credit	Long Term	1.00	ACUITE BB-/Stable (Reaffirmed)
13-Oct-2017	Cash Credit	Long Term	4.50	ACUITE BB-/Stable (Assigned)
	Secured Overdraft	Long Term	1.00	ACUITE BB-/Stable (Assigned)
	Bank Guarantee	Short Term	4.50	ACUITE A4 (Assigned)
	Proposed Cash Credit	Long Term	1.00	ACUITE BB-/Stable (Assigned)

#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	4.50	ACUITE B+ Issuer not co-operating* (Downgraded from ACUITE BB-/Stable)
Secured Overdraft	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE B+ Issuer not co-operating* (Downgraded from ACUITE BB-/Stable)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	4.50	ACUITE A4 Issuer not co-operating*
Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	1.00	ACUITE B+ Issuer not co-operating* (Downgraded from ACUITE BB-/Stable)

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

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited (Erstwhile SMERA Ratings Limited) is a full-service Credit Rating Agency registered with the Securities and 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. Since then, it has assigned more than 6,000 credit 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 Mumbai.

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