

Press Release

Raygen Power Private Limited

January 06, 2022



Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Ratings Loan	15.00	ACUITE BB- Reaffirmed Issuer not co-operating*	
Total	15.00	-	-

Rating Rationale

Acuite has reaffirmed the long term rating of '**ACUITE BB-**' (read as **ACUITE double B 'minus'**) on the Rs.15.00 Cr bank facilities of Raygen Power Private Limited (RPPL). This rating is an indicative rating and is based on the best available information.

About the Company

Karnataka based Raygen Power Private Limited (RPPL) was incorporated in August 2015 by Mr. Prasad Reddy Kambam and Ms. Spoorthi Kambam. The company runs a 3.3 MW solar power plant at Kolar district, Karnataka. RPPL has entered into a long-term PPA of 25 years with Chamundeshwari Electricity Supply Corporation Limited (CESCL), Mysore.

About the Group

Rajpet Energy LLP (REL) established as a partnership firm in 2016 runs a solar power plant of 1.1 MW at Kolar (Karnataka). The firm has PPA agreement with Bangalore Electricity Supply Company Limited (BESCL) for 25 years. Raygen Power Private Limited (RPPL) and Rajpet Energy LLP (REL) together referred to as RR Group.

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 non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

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

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 has endeavoured 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.

Rating Sensitivities

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

Material Covenants

None

Liquidity Position

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

Outlook

Not Applicable

Other Factors affecting Rating

None

Key Financial

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

Status of non-cooperation with previous CRA

None

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

- Consolidation Of Companies: <https://www.acuite.in/view-rating-criteria-60.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
21 Oct 2020	Proposed Cash Credit	Long Term	7.93	ACUITE BB- Stable (Assigned)
	Term Loan	Long Term	7.07	ACUITE BB- Stable (Upgraded from ACUITE B+ Stable)
26 Jul 2019	Term Loan	Long Term	15.00	ACUITE B+ Stable (Upgraded from ACUITE D)
16 Apr 2019	Term Loan	Long Term	15.00	ACUITE D (Issuer not co-operating*)
29 Jan 2018	Term Loan	Long Term	15.00	ACUITE B Stable (Downgraded from ACUITE B+ Stable)
07 Dec 2016	Term Loan	Long Term	15.00	ACUITE B+ Stable (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 Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.93	ACUITE BB- Reaffirmed Issuer not co-operating*
Kotak Mahindra Bank	Not Applicable	Term Loan	Not available	Not available	Not available	7.07	ACUITE BB- Reaffirmed Issuer not co-operating*

Contacts

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About Acuité Ratings & Research

Acuité Ratings & Research 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 8,850 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 Kanjurmarg, Mumbai.

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