

Press Release

Red Earth Green Energy Private Limited

November 01, 2021



Rating Reaffirmed and Issuer not co-operating

Product	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr.)	Long Term Rating	Short Term Rating
Bank Loan Ratings	5.36	5.36	ACUITE D Reaffirmed Issuer not co-operating*	
Total	-	5.36	-	-

Rating Rationale

Acuité has reaffirmed the long-term rating of 'ACUITE D' (read as ACUITE Do) on the Rs. 5.36 crore bank facilities of Red Earth Green Energy Private Limited. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on best available information.

About the Company

Red Earth Green Energy Private Limited was established in the year 2016 as a Karnataka based company formed as an SPV (Special Purpose Vehicle) for developing a solar project at Athani, Belagavi District, Karnataka state with a capacity of 1.1 MW. It is engaged in the generation of power. The project had been commissioned on 27 March 2017. The company entered into a PPA for 25 years with Hubli Electricity Supply Company Limited (HESCOM) in June 2016 at a determined tariff of Rs.8.40 per kilo-watt hour.

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 the due date.

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

Applicable Criteria

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

Liquidity Indicators

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

Rating Sensitivity

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

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

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

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
28 Aug 2020	Term Loan	Long Term	5.28	ACUITE D (Downgraded and Issuer not co-operating*)
	Proposed Bank Facility	Long Term	0.08	ACUITE D (Downgraded and Issuer not co-operating*)
07 Jun 2019	Term Loan	Long Term	0.08	ACUITE B- Stable (Assigned)
	Term Loan	Long Term	5.28	ACUITE B- Stable (Downgraded from ACUITE B)
24 Aug 2018	Term Loan	Long Term	5.36	ACUITE B (Issuer not co-operating*)
27 Jun 2017	Term Loan	Long Term	5.36	ACUITE B Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Initial Quantum (Rs. Cr.)	Net Quantum (Rs. Cr.)	Rating
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.08	0.08	ACUITE D Reaffirmed Issuer not co-operating*
Canara Bank	Not Applicable	Term Loan	Not available	Not available	30-06-2032	5.28	5.28	ACUITE D Reaffirmed Issuer not co-operating*

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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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