

Press Release

OPG Power Generation Private Limited

August 08, 2019

Rating Withdrawn



Total Bank Facilities Rated*	Rs. 1675 Cr. #
Long Term Rating	ACUITE A+ Issuer not co-operating* (Withdrawn)
Short Term Rating	ACUITE A1 Issuer not co-operating* (Withdrawn)

Refer Annexure for details

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

Acuite has withdrawn long-term rating of '**ACUITE A+**' (read as **ACUITE A plus**) and short term rating of '**ACUITE A1**' (read as **ACUITE A one**) on the Rs.1675 crore bank facilities of OPG POWER GENERATION PRIVATE LIMITED (OPGL). This rating is now withdrawn, indicative and is based on best available information.

The rating is being withdrawn on account of request received from the company and NOC from the Bankers.

OPG Power Generation Private Limited (OPGL), established in 2005, is an independent power producer (IPP) with coal based power generating units located at Gummidipoondi, Chennai, Tamil Nadu (TN). As on October 2017, OPG has an installed capacity of 414 (MW) comprising four operational units. The primary fuel used in the company's power plant is coal (high ash Indian coal/ high moisture Indonesian coal/ blend of both) with the alternate fuel being High Sulphur Diesel. Currently, OPG sells 80 MW to TANGEDCO on a long term basis. Out of the remaining 337 MW capacity, 257MW is sold to industrial consumers (Group captive) under agreements with tenors up to three years..

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 due date.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Infrastructure Entities - <https://www.acuite.in/view-rating-criteria-14.htm>
- Financial Ratios And Adjustments- <https://www.acuite.in/view-rating-criteria-20.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). 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

	Unit	FY19 (Provisional)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	1508.04	1367.89	1202.06
EBITDA	Rs. Cr.	310.60	307.08	464.31

PAT	Rs. Cr,	59.43	29.64	128.93
EBITDA Margin	(%)	20.60	22.45	38.63
PAT Margin	(%)	3.94	2.17	10.73
ROCE	(%)	9.11	7.12	12.03
Total Debt/Tangible Net Worth	Times	0.58	0.71	0.87
PBDIT/Interest	Times	3.16	2.89	3.60
Total Debt/PBDIT	Times	2.21	2.65	2.17
Gross Current Assets (Days)	Days	219	226	231

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

Care Ratings, vide its press release dated April 05, 2019 had denoted the rating of OPG Power Generation Private Limited as 'CARE BBB+ / CARE A2; ISSUER NOT COOPERATING' on account of lack of adequate information required for monitoring of ratings. The earlier rating, however, stood at 'CARE A+/Negative /CARE A1' vide its press release dated April 06, 2018

Any other information

Acuite 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
27-Dec-2018	Term Loan	Long Term	13.34	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	70.91	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	58.06	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	61.79	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	8.83	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	64.71	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	3.89	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	27.99	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	29.07	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	37.15	ACUITE A+ (Downgraded) Issuer not co-operating*

	Term Loan	Long Term	185.12	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	111.06	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	90.55	ACUITE A+ (Downgraded) Issuer not co-operating*
	Term Loan	Long Term	99.09	ACUITE A+ (Downgraded) Issuer not co-operating*
	Cash Credit	Long Term	195.00	ACUITE A+ (Downgraded) Issuer not co-operating*
	Letter of Credit	Short term	443.15	ACUITE A1 (Downgraded) Issuer not co-operating*
	Bank Guarantee	Short term	174.85	ACUITE A1 (Downgraded) Issuer not co-operating*
	Proposed	Short term	0.44	ACUITE A1 (Downgraded) Issuer not co-operating*
28-Sep-2017	Term Loan	Long Term	13.34	ACUITE AA-/Stable (Assigned)
	Term Loan	Long Term	70.91	ACUITE AA-/Stable (Assigned)
	Term Loan	Long Term	58.06	ACUITE AA-/Stable (Assigned)
	Term Loan	Long Term	61.79	ACUITE AA-/Stable (Assigned)
	Term Loan	Long Term	8.83	ACUITE AA-/Stable (Assigned)
	Term Loan	Long Term	64.71	ACUITE AA-/Stable (Assigned)
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	Term Loan	Long Term	185.12	ACUITE AA-/Stable (Assigned)
	Term Loan	Long Term	111.06	ACUITE AA-/Stable (Assigned)
	Term Loan	Long Term	90.55	ACUITE AA-/Stable (Assigned)

	Term Loan	Long Term	99.09	ACUITE AA-/Stable (Assigned)
	Cash Credit	Long Term	195.00	ACUITE AA-/Stable (Assigned)
	Letter of Credit	Short term	443.15	ACUITE A1+ (Assigned)
	Bank Guarantee	Short term	174.85	ACUITE A1+ (Assigned)
	Proposed	Short term	0.44	ACUITE A1+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	13.34	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	70.91	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	58.06	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	61.79	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	8.83	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	64.71	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	3.89	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	27.99	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	29.07	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	37.15	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	185.12	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not	Not	Not	111.06	ACUITE A+

	Applicable	Applicable	Applicable		(Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	90.55	ACUITE A+ (Withdrawn) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	99.09	ACUITE A+ (Withdrawn) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	195.00	ACUITE A+ (Withdrawn) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	443.15	ACUITE A1 (Withdrawn) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	174.85	ACUITE A1 (Withdrawn) Issuer not co-operating*
Proposed	Not Applicable	Not Applicable	Not Applicable	0.44	ACUITE A1 (Withdrawn) Issuer not co-operating*

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

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About Acuité Ratings & Research:

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