

Press Release

OPGS Power Gujarat Private Limited

November 22, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 2059.00 Cr. #
Long Term Rating	ACUITE B (Downgraded from ACUITE BBB-) Issuer not co-operating*
Short Term Rating	ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating*

Refer Annexure for details

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

Acuité has downgraded the rating of OPGS Power Gujarat Private Limited to '**ACUITE B** (read as **ACUITE B**) from '**ACUITE BBB-**' (read as **ACUITE triple B minus**) and short-term rating to '**ACUITE A4**' (read as **ACUITE A four**) from '**ACUITE A3**' (read as **ACUITE A three**) on the Rs. 2059.00 crore bank facilities. The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

OPGS was incorporated in 2007 as a special purpose vehicle (SPV). The company is engaged in thermal power generation. OPGS is a 62.07 per cent held subsidiary of GPIPL, which in turn is a step-down subsidiary of OPV with the balance equity held by promoter controlled entities. The company has two units with capacities of 150 MW each at Kutch, Gujarat. The first unit was commissioned in April 2015 and the second in June 2016. The units use imported coal as feedstock. OPGS supplies power to industrial consumers in Gujarat, Madhya Pradesh, Maharashtra and Punjab.

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.

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

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Infrastructure Entities - <https://www.acuite.in/view-rating-criteria-51.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). 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
19-Sept-2018	Term Loan	Long Term	251.73	ACUITE BBB- (Indicative)
	Term Loan	Long Term	996.16	ACUITE BBB- (Indicative)
	Term Loan	Long Term	245.63	ACUITE BBB- (Indicative)
	Cash Credit	Long Term	135.00	ACUITE BBB- (Indicative)
	Letter of Credit	Short Term	316.00	ACUITE A3 (Indicative)
	Bank Guarantee	Short Term	114.00	ACUITE A3 (Indicative)
	Proposed Short Term Loan	Short Term	0.48	ACUITE A3 (Indicative)
28-Sept-2017	Term Loan	Long Term	251.73	ACUITE BBB-/Stable (Assigned)
	Term Loan	Long Term	996.16	ACUITE BBB-/Stable (Assigned)
	Term Loan	Long Term	245.63	ACUITE BBB-/Stable (Assigned)
	Cash Credit	Long Term	135.00	ACUITE BBB-/Stable (Assigned)
	Letter of Credit	Short Term	316.00	ACUITE A3 (Assigned)
	Bank Guarantee	Short Term	114.00	ACUITE A3 (Assigned)
	Proposed Short Term Loan	Short Term	0.48	ACUITE A3 (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs.Cr.)	Ratings
Term Loan	Not Applicable	Not Applicable	Not Applicable	251.73	ACUITE B (Downgraded from ACUITE BBB-) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	996.16	ACUITE B (Downgraded from ACUITE BBB-) Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	245.63	ACUITE B (Downgraded from ACUITE BBB-) Issuer not co-operating*
Cash Credit	Not Applicable	Not Applicable	Not Applicable	135.00	ACUITE B (Downgraded from ACUITE BBB-) Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	316.00	ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	114.00	ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating*
Proposed Short Term Loan	Not Applicable	Not Applicable	Not Applicable	0.48	ACUITE A4 (Downgraded from ACUITE A3) Issuer not co-operating*

*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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