

Press Release

Solex Energy Limited (Formerly Known as Solex Energy Private Limited)

August 10, 2019

Rating Update



Total Bank Facilities Rated*	Rs. 13.69 Cr. #
Long Term Rating	ACUITE BB Issuer not co-operating*
Short Term Rating	ACUITE A4+ Issuer not co-operating*

Refer Annexure for details

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

Acuite has reviewed long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) and short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs. 13.69 crore bank facilities of Solex Energy Limited (Formerly Known as Solex Energy Private Limited). This rating is now an indicative rating and is based on best available information.

SEL is engaged in the manufacturing of solar panels, solar photovoltaic module, solar home light, solar street light, solar lantern, solar power plant, solar invertors, solar water heating system and wood-fired water heater in India. The company's unit is located at Anand (Gujarat).

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>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-4.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 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.

About the Rated Entity - Key Financials

	Unit	FY19 (Actual)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	149.06	101.25	34.10
EBITDA	Rs. Cr.	7.85	5.67	2.26
PAT	Rs. Cr.	4.97	3.16	0.91
EBITDA Margin	(%)	5.27	5.60	6.63
PAT Margin	(%)	3.34	3.12	2.67
ROCE	(%)	34.07	41.50	36.11
Total Debt/Tangible Net Worth	Times	0.36	0.46	0.33
PBDIT/Interest	Times	10.91	7.33	3.91
Total Debt/PBDIT	Times	0.79	1.07	0.50
Gross Current Assets (Days)	Days	171	183	248

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

Not Applicable

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
05-Jun-2018	Cash Credit	Long Term	6.10	ACUITE BB /Stable (Upgraded)
	Term Loan	Long Term	0.54	ACUITE BB /Stable (Upgraded)
	Bank Guarantee	Shor Term	6.50	ACUITE A4+ (Upgraded)
	Proposed Bank Facility	Long Term	0.55	ACUITE BB /Stable (Upgraded)
22-Mar-2017	Term Loan	Long Term	0.88	ACUITE B+/Stable (Assigned)
	Term Loan	Long Term	0.21	ACUITE B+/Stable (Assigned)
	Cash Credit	Long Term	6.10	ACUITE B+/Stable (Assigned)
	Bank Guarantee	Short Term	6.50	ACUITE A4 (Assigned)
07-Dec-2016	Term Loan	Long Term	0.34	ACUITE B+/Stable (Suspended)
	Term Loan	Long Term	1.00	ACUITE B+/Stable (Suspended)
	Cash Credit	Long Term	4.60	ACUITE B+/Stable (Suspended)
	Bank Guarantee	Short Term	5.00	ACUITE A4 (Suspended)
10-Sept-2015	Term Loan	Long Term	0.34	ACUITE B+/Stable (Assigned)
	Term Loan	Long Term	1.00	ACUITE B+/Stable (Assigned)
	Cash Credit	Long Term	4.60	ACUITE B+/Stable (Assigned)
	Bank Guarantee	Short Term	5.00	ACUITE A4 (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	6.10	ACUITE BB Issuer not co-operating*
Term Loan	Not Applicable	Not Applicable	Not Applicable	0.54	ACUITE BB Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	6.50	ACUITE A4+ Issuer not co-operating*

Proposed Bank Facility	Not Applicable	Not Applicable	Not Applicable	0.55	ACUITE BB Issuer not co-operating*
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*The issuer did not co-operate; Based on best available information.

Contacts

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About Acuité Ratings & Research:

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