

Press Release

Acme Raipur Solar Power Private Limited

October 23, 2019



Rating Update

Total Bank Facilities Rated*	Rs. 146.00 Cr.
Long Term Rating	ACUITE A (Withdrawn)

#Refer Annexure for details

Rating Rationale

Acuite has withdrawn the long-term rating to '**ACUITE A**' (read as **ACUITE A**) on the Rs. 146.00 crore bank facilities of Acme Raipur Solar Power Private Limited (ARSPL). The rating withdrawal is in accordance with the Acuite's 'policy on withdrawal of rating'.

The rating is being withdrawn on account of request received from the company and NOC from the banker.

Acme Raipur Solar Private Limited (ARSPL) is a special purpose vehicle (SPV) step down subsidiary of Acme Cleantech Solutions Private Limited, incorporated in 2014 by Mr. Anil Chutani and Mr. Rajesh Sodhi. ARSPL has set up a solar power plant of 30 MW Grid Connected Solar PV Power Plant in Mahasamund District (Chhattisgarh) using Poly-Crystalline Silicon technology. The EPC work for the project was done by Acme Cleantech Solutions Private Limited (ACSPL) on a fixed time-fixed price basis and the company achieved COD on January 9, 2016 for 23 MW and on March 15, 2016 for the remaining 7 MW.

The EPC work for the project was done by Acme Cleantech Solutions Private Limited (ACSPL) on a fixed time-fixed price basis and the company achieved COD on June 22, 2015 for the entire capacity. The company supplies the entire produced power to GRIDCO Limited (GRIDCO) under a 25- year Power Purchase Agreement (PPA), which was signed on March 06, 2013 at a fixed tariff of Rs.7.28/kWh. During FY2017, the company refinanced the initial project debt through new term debt along with additional top-up. The project achieved PLF of ~20.93 percent for FY2018 and the company has generated ~ 45773080 of units in FY2018 as against 46440862 units in FY2017 with average PLF of 21.24 percent in the same year.

Analytical approach

As per the terms of the co-obligor undertakings executed between AOSPL and ARSPL (co-obligors) and lenders, each of the co-obligor will provide support in the event of insufficiency of funds in debt servicing of the Rupee Facility and the Working Capital Facility, the lenders/lender's agent shall utilise the amounts available in their surplus account to meet such shortfall to ensure debt servicing by the due date. Given the co-obligor undertaking and the terms of the financing agreement, Acuite has combined the operational and financial risk profiles of AOSPL and ARSPL to arrive at the rating. Further, Acuite has also factored in support from its parent company, Acme Cleantech Solutions Private Limited to arrive at the rating.

About the Rated Entity Financials

	Unit	FY19 (Prov.)	FY18 (Actual)	FY17 (Actual)
Operating Income	Rs. Cr.	67.14	61.99	62.00
EBITDA	Rs. Cr.	60.88	56.61	51.76
PAT	Rs. Cr.	3.98	(22.47)	(7.71)
EBITDA Margin	(%)	90.68	91.32	83.48
PAT Margin	(%)	5.92	(36.25)	(12.44)
ROCE	(%)	9.05	6.65	6.86
Total Debt/Tangible Net Worth	Times	3.02	3.25	4.10
PBDIT/Interest	Times	1.93	1.68	1.45
Total Debt/PBDIT	Times	4.80	5.34	9.01
Gross Current Assets (Days)	Days	447	425	1,274

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

None

Any other information

None

Applicable Criteria

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

Note on complexity levels of rated instrument
<https://www.acuite.in/criteria-complexity-levels.htm>
Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
09-Oct-18	Term Loans	Long Term	146.00	ACUITE A / Stable (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 Loans	Not Applicable	Not Applicable	Not Applicable	146.00	ACUITE A (Withdrawn)

Contacts

Analytical	Rating Desk
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About Acuité Ratings & Research:

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