



### Press Release

Novus Green Energy Systems Limited

August 06, 2024

### Rating Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	85.00	ACUITE D   Reaffirmed   Issuer not co-operating*	-
Bank Loan Ratings	40.00	-	ACUITE D   Reaffirmed   Issuer not co-operating*
<b>Total Outstanding Quantum (Rs. Cr)</b>	125.00	-	-

### Rating Rationale

Acuite has reaffirmed its long-term rating at '**ACUITE D' (read as ACUITE D)** and short-term rating at '**ACUITE D (read as ACUITE D)** on Rs.125 Cr. bank facilities of Novus Green Energy Systems Limited (NGESL).

The rating is now flagged as "Issuer Not-Cooperating" and is based on the best available information.

### About the Company

Novus Green Energy Systems Limited (NGESL) was incorporated in the year 2009 and is based in Hyderabad, Telangana. The company is promoted by the experienced Mr. Anushman Yenigalla, Mr. Venkata Ravindra Yenigalla, and Mrs. Pariplavi Mokkalapati. It is mainly engaged in the installation of solar water pumps and solar power plants (both rooftop and ground mount). Novus Green has solar photovoltaic module manufacturing line with a production capacity of 300MW per annum. The factory is capable of manufacturing poly crystalline, mono crystalline, half-cell and glass-glass modules. The company is a turnkey solution provider of photovoltaic systems in the rural and urban regions, providing solar energy solutions to the commercial, industrial and public sector for new build, refurbishment projects and for the existing buildings.

**Unsupported Rating**

Not applicable

**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. Acuité believes that information risk is a critical component in such ratings, and noncooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

**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 endeavored 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

### **Rating Sensitivities**

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

### **Liquidity Position**

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

### **Outlook: Not applicable**

### **Other Factors affecting Rating**

None

## Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	156.58	165.29
PAT	Rs. Cr.	0.66	1.55
PAT Margin	(%)	0.42	0.94
Total Debt/Tangible Net Worth	Times	3.93	3.90
PBDIT/Interest	Times	1.35	1.47

### Status of non-cooperation with previous CRA

Not applicable

### Any other information

None

### Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Rating Process and Timeline: <https://www.acuite.in/view-rating-criteria-67.htm>

### Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on [www.acuite.in](http://www.acuite.in)

## Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
15 May 2023	Term Loan	Long Term	6.85	ACUITE D (Downgraded from ACUITE BBB-   Stable)
	Term Loan	Long Term	6.91	ACUITE D (Downgraded from ACUITE BBB-   Stable)
	Cash Credit	Long Term	50.00	ACUITE D (Downgraded from ACUITE BBB-   Stable)
	Term Loan	Long Term	12.27	ACUITE D (Assigned)
	Proposed Long Term Bank Facility	Long Term	0.23	ACUITE D (Assigned)
	Proposed Cash Credit	Long Term	8.74	ACUITE D (Downgraded from ACUITE BBB-   Stable)
	Bank Guarantee (BLR)	Short Term	40.00	ACUITE D (Downgraded from ACUITE A3)
18 Apr 2022	Proposed Cash Credit	Long Term	10.19	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	12.31	ACUITE BBB-   Stable (Reaffirmed)
	Cash Credit	Long Term	50.00	ACUITE BBB-   Stable (Reaffirmed)
	Bank Guarantee (BLR)	Short Term	40.00	ACUITE A3 (Reaffirmed)
12 Feb 2021	Bank Guarantee (BLR)	Short Term	40.00	ACUITE A3 (Reaffirmed)
	Cash Credit	Long Term	50.00	ACUITE BBB-   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	0.33	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	18.56	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	3.61	ACUITE BBB-   Stable (Reaffirmed)
09 Feb 2021	Cash Credit	Long Term	22.00	ACUITE BBB-   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	2.44	ACUITE BBB-   Stable (Reaffirmed)
	Term Loan	Long Term	18.56	ACUITE BBB-   Stable (Reaffirmed)
	Bank Guarantee (BLR)	Short Term	32.00	ACUITE A3 (Reaffirmed)

## Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Union Bank of India	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	40.00	ACUITE D   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	50.00	ACUITE D   Reaffirmed   Issuer not co-operating*
Not Applicable	Not avl. / Not appl.	Proposed Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	8.74	ACUITE D   Reaffirmed   Issuer not co-operating*
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	0.23	ACUITE D   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	12.27	ACUITE D   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	6.85	ACUITE D   Reaffirmed   Issuer not co-operating*
Union Bank of India	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	Simple	6.91	ACUITE D   Reaffirmed   Issuer not co-operating*

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### About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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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