



Press Release
IA Hydro Energy Private Limited
June 25, 2024
Rating Withdrawn

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	225.00	Not Applicable Withdrawn	-
Total Outstanding Quantum (Rs. Cr)	0.00	-	-
Total Withdrawn Quantum (Rs. Cr)	225.00	-	-

Rating Rationale

Acuite has withdrawn its long-term rating of the bank loan facilities of Rs. 225.00 Cr. of IA Hydro Energy Private Limited without assigning any rating as the outstanding facilities have been paid off and the rating has been withdrawn on account of the request received from the company along with no dues received from the lender as per Acuite's policy on withdrawal of ratings as applicable to the respective facility / instrument.

About the Company

IA Hydro Energy Private Limited (IAHEPL) is incorporated in the year 2017 owned and promoted by Shri Bajrang Power and Ispat Limited which holds 90.46% stake and the remaining stake is held by Shri Bajrang Energy Private Limited (8.0%) and rest by individuals. IAHEPL has implemented a 36 MW (3*12 MW, three Francis turbines) run of the river Hydel power project on Chanju Nallah, a tributary of Baira Nallah and sub-tributary of Ravi River, in Himachal Pradesh. The project achieved COD on February 18, 2017. IAHEPL over the period has received need-based funding support from its parent company Shri Bajrang Power and Ispat Limited where Rs.227 crore was infused through equity in FY18. Further, Shri Bajrang Power and Ispat Limited has extended corporate guarantee to IAHEPL. The Directors of the company are Mr. Ashutosh Goel, Mr. Bajrang Goel, Mr. Narendra Goel, Mr. Ravinder Singh Rajput, Mr. Anshul Dave and Mr. Jayata Prakash Agarwal.

About the Group

Bajrang Group was formed with the incorporation of Shri Bajrang Power & Ispat Limited in 2002 by "Goel" family based out of Raipur in Chattisgarh. SBPIL is engaged in manufacturing of intermediate products like sponge iron & billets and also value-added products like TMT bars, HB wire etc. In the year 1991, the Group entered into the business of Iron & Steel with a ReRolling Mill in the name of Shri Bajrang Alloys Limited, with an installed capacity of 30,000 MTPA. Since then, the group has gradually grown into an integrated steel player. SBPIL have successfully completed backward integration initiatives like setting up of iron ore beneficiation of ~10 lakh tonne and pellets 12 lakh tonne plant and expansion of sponge iron capacity to 150,000 MT power 16 MW. The Managing Director is Mr. Narendra Goel of the company.

Unsupported Rating

Not Applicable

Analytical Approach

Not Applicable.

Key Rating Drivers

Strengths

Not Applicable.

Weaknesses

Not Applicable.

Rating Sensitivities

Not Applicable.

Liquidity Position

Not Applicable.

Outlook

Not Applicable.

Other Factors affecting Rating

None.

Key Financials

Particulars	Unit	FY 23 (Actual)	FY 22 (Actual)
Operating Income	Rs. Cr.	147.17	181.08
PAT	Rs. Cr.	32.92	4.04
PAT Margin	(%)	22.37	2.23
Total Debt/Tangible Net Worth	Times	0.52	1.82
PBDIT/Interest	Times	3.65	1.72

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

Not Applicable.

Any other information

None

Applicable Criteria

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

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
30 Mar 2023	Term Loan	Long Term	225.00	ACUITE BBB+ Stable (Reaffirmed)
30 Dec 2021	Term Loan	Long Term	225.00	ACUITE BBB+ (CE) Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Indian Renewable Energy Development Agency Ltd. (IREDA)	Not avl. / Not appl.	Term Loan	Not avl. / Not appl.	Not avl. / Not appl.	09 Jan 2024	Simple	225.00	Not Applicable Withdrawn

Contacts

Analytical	Rating Desk
Mohit Jain Senior Vice President-Rating Operations Tel: 022-49294017 mohit.jain@acuite.in Kartik Arora Associate Analyst-Rating Operations Tel: 022-49294065 kartik.arora@acuite.in	Varsha Bist Associate Vice President-Rating Administration Tel: 022-49294011 rating.desk@acuite.in

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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Ratings assigned by Acuité are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind, arising from the use of its ratings. Ratings assigned by Acuité are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité. Please visit <https://www.acuite.in/faqs.htm> to refer FAQs on Credit Rating.