



**Press Release**  
**MAHARASHTRA STATE POWER GENERATION COMPANY LIMITED**  
**August 06, 2025**  
**Rating Reaffirmed and Withdrawn**

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	17044.39	ACUITE A-   Stable   Reaffirmed	-
Bank Loan Ratings	37.50	Not Applicable   Withdrawn	-
Bank Loan Ratings	2317.73	-	ACUITE A2+   Reaffirmed
Total Outstanding Quantum (Rs. Cr)	19362.12	-	-
Total Withdrawn Quantum (Rs. Cr)	37.50	-	-

**Rating Rationale**

Acuite has reaffirmed its long-term rating of '**ACUITE A-**' (read as **ACUITE A minus**) on the Rs.17044.39 Cr. bank facilities and its short-term rating of '**ACUITE A2+**' (read as **ACUITE A two plus**) on the Rs.2317.73 Cr. bank facilities of Maharashtra State Power Generation Company Limited (MSPGCL). The outlook is '**Stable**'.

Further, Acuite has withdrawn its long-term rating on Rs. 37.50 Cr. bank facilities without assigning any rating as the instrument of Maharashtra State Power Generation Company Limited (MSPGCL) is fully repaid. The rating is being withdrawn on account of request received from the company and No Dues Certificate (NDC) from the lender. The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating as applicable to the respective facility / instrument.

**Rationale for Rating**

The rating reflects MSPGCL's full ownership by the Government of Maharashtra (GoM) and its strategic importance in meeting the state's power requirements. The rating also taking into account the multiple power supply sources like thermal, solar, biogas and hydro which provides diversified revenues streams. The regulated business model for tariffs, long-term power purchase agreement (PPAs) with Maharashtra State Electricity Distribution Company Limited (MSEDCL), and assured coal supply through fuel supply agreement (FSA) underpin stable cash flows. Further, the constant capacity expansions and commissioning is expected to drive healthy operational growth over the medium term. However, high receivables and ongoing disputes over delayed payment surcharges with MSEDCL constrain financial flexibility. Further, the elevated debt levels due to capital-intensive operations and slow collections remain key rating sensitivities.

**About the Company**

Maharashtra State Power Generation Company Limited, incorporated in the year 2005, is a Government of Maharashtra (GoM) owned company engaged in the power generation across thermal, solar, gas and hydro sources. The company has an installed capacity of 13,732 MW consisting of 10,200 MW thermal capacity, 2,580 MW hydro capacity, 672 MW gas-based capacity and 280 MW solar capacity. Mr. Vishwas Vasant Pathak, Mr. Anbalagan Ponnusamy, Mr. Abhay Arun Hame, Mr. Balasaheb Thite, Mrs. Abha Shukla and Mr. Sanjay Manoharrao Marudkar are the Directors of Maharashtra State Power Generation Company Limited.

**Unsupported Rating**

### **Analytical Approach**

Acuité has taken the standalone view on the business and financial risk profile of Maharashtra State Power Generation Company Limited. Further, the team has also factored in the inherent support extended from the state

## Key Rating Drivers

### Strengths

#### Strategic importance to GoM along with limited offtake risk

MSPGCL is wholly owned by GoM through MSED Holding Company Limited and hence holds a strategic importance to GoM. The company has the highest overall generation capacity and highest thermal installed capacity amongst all the states within India and is the second highest state owned generation company in terms of installed capacity. The company has a total installed capacity of 13,732 MW. Further, the company has a long term PPAs of 25 years signed with MSEDCL for supply of its entire generated power with tariffs being regulated by Maharashtra Electricity Regulatory Commission (MERC). MSEDCL is a backbone of the power sector infrastructure in Maharashtra with a consumer base of over 25 million wherein 40% of its power requirement is catered by MSPCL thus limiting the offtake risk of the company to a considerable level. Further, being a GoM holding, government has been regularly supporting the company in the form of timely equity infusions, Rs. 91.14 Cr. during FY2023. and Rs. 188.79 Cr. during FY2024 infused through MSED Holding.

Acuité believes that MSPGCL, shall continue to reap benefits from timely operational and financial support of GoM.

#### Low revenue risk and procurement risk

The tariffs for power sources are regulated by MERC and are designed at cost-plus nature of PPA under multiyear tariff model wherein tariffs are determined in advance for a period of 5 years on a basis of fuel charges and fixed costs. The recent revision in these tariffs happened in March 2025. Further, the company has a long-term FSA with companies like Western Coalfield Limited, Mahanadi Coalfields Limited, South Eastern Coalfields Limited and Singareni Collieries Company Limited. The company also has a bridge linkage MoU with Western Coalfield Limited and Singareni Collieries Company Limited for uninterrupted supply of fuel.

#### Improving revenues owing to capacity additions

While the revenues remained stable in FY2024 at Rs.32,750.80 Cr as against Rs.33,071.32 Cr in FY2023, it improved to Rs. 35,073.01 Cr in FY2025 (Est.) primarily driven by the commissioning of new capacities across thermal and solar segments during the year. Further, the revenue improvement also includes the receipt of long due delayed payment surcharges (Rs. 2,674 Cr in FY2024 & Rs 3,949 Cr in FY2023). However, PLF of the plants continue to remain moderate, improvement of which shall be a key rating monitorable. Further, while the EBITDA margins continue to improve the overall PAT moderated in FY25 (Est.) to Rs 130.48 Cr from Rs 173.44 Cr in FY24 owing to high interest and depreciation cost.

### Weaknesses

#### Stretched receivables cycle and delayed recovery of late payment surcharges

The company has signed long term PPA (25 Years) to supply its entire power to MSEDCL. Thus, any dispute or weakening of the credit profile of the off taker puts MSPGCL under serious counter party risk. Further, the receivables include the contractual accumulated receivables with disputed claims (known as late payment surcharges) between MSPGCL and its counter party. While over the past 2-3 yrs the company has been receiving portions of these outstanding dues (~Rs. 287 Cr/ month), the outstanding receivables remain significantly high at Rs 31,855.88 Cr as on March 31, 2025 (Estimates)/ 332 days (Rs 31,264.38 Cr as on March 31, 2024/ 385 days). Therefore, timely and adequate receipt of the late payment surcharges shall be a key rating monitorable.

#### Elevated debt levels due to high capex intensity

While the net worth of the company has remained stable and healthy at Rs.15,548.16 Cr in FY2025 (Est.) (Rs.15,503.82 Cr in FY2024), owing to the constant capacity additions the debt levels of the company (includes long term and working capital borrowings) stands significantly high at Rs. 44,212.38 Cr as on March 31, 2025 (Est.) (Rs.43,800.88 Cr as on March 31, 2024) leading to high gearing levels. On an average the overall capex spends ranges between ~Rs 2000- 2,500 Cr. Further, inadequate and delayed cash accrual generations also lead to low DSCR (below unity), however, repayments are managed through equity infusions by the GoM.

#### Assessment of Adequacy of Credit Enhancement under various scenarios including stress scenarios (applicable for ratings factoring specified support considerations with or without the “CE” suffix)

MSPGCL is 100% owned by GoM and the company is expected to receive support in the form of timely disbursements of subsidies, grants and guarantees even in stress scenario.

### Rating Sensitivities

- Any deterioration in the credit profile of GoM.
- No further elongation of receivables and timely recovery of delayed payment surcharge.
- Continued improvement in the operational performance with better PLF generations.
- Significant increase in debt fund capex thereby affecting the financial risk profile.

### **Liquidity Position**

#### **Adequate**

While the net cash accruals (Rs.3,163.09 Cr for FY2025 (Est.)) remain insufficient against the debt obligations (Rs.3,104.38 Cr in FY2025 (Est.)), the liquidity position of the company remains adequate with the equity infusion support of GoM,

### **Outlook: Stable**

### **Other Factors affecting Rating**

None

## Key Financials

Particulars	Unit	FY 24 (Actual)	FY 23 (Actual)
Operating Income	Rs. Cr.	32750.80	33071.32
PAT	Rs. Cr.	173.44	(1962.99)
PAT Margin	(%)	0.53	(5.94)
Total Debt/Tangible Net Worth	Times	2.83	2.96
PBDIT/Interest	Times	1.84	1.08

**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>
- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.htm>
- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Group And Parent Support: <https://www.acuite.in/view-rating-criteria-47.htm>
- State Government Ratings : <https://www.acuite.in/view-rating-criteria-26.htm>

## Note on complexity levels of the rated instrument

In order to inform the investors about complexity of instruments, Acuité has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuité'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
08 May 2024	Working Capital Demand Loan (WCDL)	Long Term	1100.00	ACUITE A-   Stable (Reaffirmed)
	Short-term Loan	Long Term	25.00	ACUITE A-   Stable (Reaffirmed)
	Short-term Loan	Long Term	3008.07	ACUITE A-   Stable (Reaffirmed)
	Short-term Loan	Long Term	1750.00	ACUITE A-   Stable (Reaffirmed)
	Term Loan	Long Term	412.49	ACUITE A-   Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	2750.00	ACUITE A-   Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	3158.00	ACUITE A-   Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	742.00	ACUITE A-   Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	909.00	ACUITE A-   Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	341.00	ACUITE A-   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	392.14	ACUITE A-   Stable (Reaffirmed)
	Term Loan	Long Term	1000.00	ACUITE A-   Stable (Reaffirmed)
	Term Loan	Long Term	550.00	ACUITE A-   Stable (Reaffirmed)
	Term Loan	Long Term	894.19	ACUITE A-   Stable (Reaffirmed)
	Short-term Loan	Long Term	12.50	ACUITE A-   Stable (Reaffirmed)
	Bank Guarantee (BLR)	Short Term	75.00	ACUITE A2+ (Reaffirmed)
	Bank Guarantee (BLR)	Short Term	300.00	ACUITE A2+ (Reaffirmed)
	Bank Guarantee (BLR)	Short Term	375.00	ACUITE A2+ (Reaffirmed)
	Bank Guarantee (BLR)	Short Term	750.00	ACUITE A2+ (Reaffirmed)
	Letter of Credit	Short Term	500.00	ACUITE A2+ (Reaffirmed)
	Proposed Short Term Bank Facility	Short Term	355.23	ACUITE A2+ (Reaffirmed)
	Term Loan	Long Term	1023.49	ACUITE A-   Stable (Reaffirmed)
	Short-term Loan	Long Term	54.17	ACUITE A-   Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	1100.00	ACUITE A-   Stable (Reaffirmed)
	Short-term Loan	Long Term	66.67	ACUITE A-   Stable (Reaffirmed)
	Short-term Loan	Long Term	3525.37	ACUITE A-   Stable (Reaffirmed)
	Short-term Loan	Long Term	1333.34	ACUITE A-   Stable (Reaffirmed)
	Term Loan	Long Term	641.67	ACUITE A-   Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	2750.00	ACUITE A-   Stable (Reaffirmed)

07 Aug 2023	Working Capital Demand Loan (WCDL)	Long Term	3158.00	ACUITE A-   Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	742.00	ACUITE A-   Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	909.00	ACUITE A-   Stable (Reaffirmed)
	Working Capital Demand Loan (WCDL)	Long Term	341.00	ACUITE A-   Stable (Reaffirmed)
	Proposed Long Term Bank Facility	Long Term	895.91	ACUITE A-   Stable (Reaffirmed)
	Bank Guarantee (BLR)	Short Term	75.00	ACUITE A2+ (Reaffirmed)
	Bank Guarantee (BLR)	Short Term	300.00	ACUITE A2+ (Reaffirmed)
	Bank Guarantee (BLR)	Short Term	375.00	ACUITE A2+ (Reaffirmed)
	Bank Guarantee (BLR)	Short Term	750.00	ACUITE A2+ (Reaffirmed)
	Letter of Credit	Short Term	500.00	ACUITE A2+ (Reaffirmed)
	Proposed Short Term Bank Facility	Short Term	859.00	ACUITE A2+ (Assigned)
25 Nov 2022	Term Loan	Long Term	1152.79	ACUITE A-   Stable (Assigned)
	Short-term Loan	Long Term	91.67	ACUITE A-   Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	1100.00	ACUITE A-   Stable (Assigned)
	Short-term Loan	Long Term	104.16	ACUITE A-   Stable (Assigned)
	Short-term Loan	Long Term	25.00	ACUITE A-   Stable (Assigned)
	Short-term Loan	Long Term	876.00	ACUITE A-   Stable (Assigned)
	Short-term Loan	Long Term	666.00	ACUITE A-   Stable (Assigned)
	Short-term Loan	Long Term	2000.00	ACUITE A-   Stable (Assigned)
	Short-term Loan	Long Term	1000.00	ACUITE A-   Stable (Assigned)
	Short-term Loan	Long Term	1000.00	ACUITE A-   Stable (Assigned)
	Term Loan	Long Term	825.00	ACUITE A-   Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	2750.00	ACUITE A-   Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	3158.00	ACUITE A-   Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	742.00	ACUITE A-   Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	909.00	ACUITE A-   Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	341.00	ACUITE A-   Stable (Assigned)
	Bank Guarantee (BLR)	Short Term	75.00	ACUITE A2+ (Assigned)
	Bank Guarantee (BLR)	Short Term	300.00	ACUITE A2+ (Assigned)
	Bank Guarantee (BLR)	Short Term	375.00	ACUITE A2+ (Assigned)
	Bank Guarantee (BLR)	Short Term	750.00	ACUITE A2+ (Assigned)
	Bank Guarantee (BLR)	Short Term	300.00	ACUITE A2+ (Assigned)



# Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
Bank of Maharashtra	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	75.00	Simple	ACUITE A2+   Reaffirmed
Canara Bank	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	300.00	Simple	ACUITE A2+   Reaffirmed
Bank of India	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	375.00	Simple	ACUITE A2+   Reaffirmed
State Bank of India	Not avl. / Not appl.	Bank Guarantee (BLR)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	750.00	Simple	ACUITE A2+   Reaffirmed
Indusind Bank Ltd	Not avl. / Not appl.	Letter of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	475.00	Simple	ACUITE A2+   Reaffirmed
Indusind Bank Ltd	Not avl. / Not appl.	Line of Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	25.00	Simple	ACUITE A-   Stable   Reaffirmed
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	41.99	Simple	ACUITE A-   Stable   Reaffirmed
Not Applicable	Not avl. / Not appl.	Proposed Short Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	342.73	Simple	ACUITE A2+   Reaffirmed
Bank of Baroda	Not avl. / Not appl.	Short-term Loan	28 Sep 2021	Not avl. / Not appl.	31 Dec 2027	1750.01	Simple	ACUITE A-   Stable   Reaffirmed
M. S, CO-OPERATIVE BANK LIMITED	Not avl. / Not appl.	Short-term Loan	30 Dec 2023	Not avl. / Not appl.	31 Mar 2025	1416.67	Simple	ACUITE A-   Stable   Reaffirmed
Gadchiroli DCC Bank	Not avl. / Not appl.	Short-term Loan	25 Aug 2021	Not avl. / Not appl.	31 Aug 2024	25.00	Simple	Not Applicable Withdrawn
Gadchiroli DCC Bank	Not avl. / Not appl.	Short-term Loan	27 May 2021	Not avl. / Not appl.	31 May 2024	12.50	Simple	Not Applicable Withdrawn
Indian Bank	Not avl. / Not appl.	Term Loan	02 May 2025	Not avl. / Not appl.	15 Jun 2032	4553.56	Simple	ACUITE A-   Stable   Reaffirmed
State Bank of India	Not avl. / Not appl.	Term Loan	21 Mar 2024	Not avl. / Not appl.	31 Jul 2026	500.00	Simple	ACUITE A-   Stable   Reaffirmed
	Not			Not avl.				



Canara Bank	avl. / Not appl.	Term Loan	02 Feb 2024	/ Not appl.	29 Feb 2028	482.50	Simple	ACUITE A-   Stable   Reaffirmed
Bank of Maharashtra	Not avl. / Not appl.	Term Loan	12 Sep 2022	Not avl. / Not appl.	12 Oct 2025	68.75	Simple	ACUITE A-   Stable   Reaffirmed
State Bank of India	Not avl. / Not appl.	Term Loan	31 Oct 2016	Not avl. / Not appl.	31 Jul 2029	678.69	Simple	ACUITE A-   Stable   Reaffirmed
Bank of India	Not avl. / Not appl.	Working Capital Demand Loan (WCDL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	2306.73	Simple	ACUITE A-   Stable   Reaffirmed
Canara Bank	Not avl. / Not appl.	Working Capital Demand Loan (WCDL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	3107.49	Simple	ACUITE A-   Stable   Reaffirmed
Bank of Maharashtra	Not avl. / Not appl.	Working Capital Demand Loan (WCDL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	735.00	Simple	ACUITE A-   Stable   Reaffirmed
Central Bank of India	Not avl. / Not appl.	Working Capital Demand Loan (WCDL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	341.00	Simple	ACUITE A-   Stable   Reaffirmed
State Bank of India	Not avl. / Not appl.	Working Capital Demand Loan (WCDL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	1037.00	Simple	ACUITE A-   Stable   Reaffirmed

**\*Annexure 2 - List of Entities (applicable for Consolidation or Parent / Group / Govt. Support)**

Sr. No.	Name of Entity
1	Government of Maharashtra
2	Maharashtra State Power Generation Company Limited

## Contacts

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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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