



Press Release
TBEA ENERGY INDIA PRIVATE LIMITED
October 01, 2024
Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	250.25	ACUITE BB Downgraded Issuer not co-operating*	-
Bank Loan Ratings	749.75	-	ACUITE A4+ Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	1000.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

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

Rating Rationale

Acuite has downgraded its long-term rating to ‘**ACUITE BB**’ (read as **ACUITE double B**) from ‘**ACUITE BB+**’ (read as **ACUITE Double B Plus**) and reaffirmed short-term rating of ‘**ACUITE A4+**’ (read as **ACUITE A Four Plus**) on the Rs. 1,000.00 Cr. bank facilities of TBEA Energy India Private Limited, (TEIPL). The rating is downgraded on account of information risk. The rating is now flagged as “Issuer Not-Cooperating” on account of information risk and is based on the best available information.

About the Company

Vadodara-Gujarat-based TBEA Energy India Private Limited, incorporated in 2010, is a wholly owned subsidiary of TBEA Shenyang Transformer Group Company Limited, China. The company has been set up with an objective to have an ultra-modern automated manufacturing facility/work for EHV power transformers, reactors, instrument transformers, gas-insulated switchgear, and other electrical equipment in India to serve the Indian power transmission sector. TBEA Energy India Private Limited, Green Energy Park, is the 15th Industrial Park of TBEA Group and the first outside China. The facility is capable of designing, manufacturing, and testing up to 1200 KV classes of transformers (HVAC/HVDC) and reactors. The EPC business of TBEA Energy India Private Limited is operating from this facility, having the capability of taking turnkey projects of up to 765 kV AIS and GIS. The company is promoted by Mr. Zhijin Chen and Mr. Rutvik Nimeshbhai Patel.

Unsupported Rating

Not Applicable

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 the due date.

Acuité believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with 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.	981.90	1371.06
PAT	Rs. Cr.	(338.80)	(125.90)
PAT Margin	(%)	(34.50)	(9.18)
Total Debt/Tangible Net Worth	Times	(15.15)	3.50
PBDIT/Interest	Times	(1.05)	0.23

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>

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.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
14 Jul 2023	Cash Credit	Long Term	8.00	ACUITE BB+ Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	15.00	ACUITE BB+ Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	58.25	ACUITE BB+ Stable (Assigned)
	Cash Credit	Long Term	12.00	ACUITE BB+ Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	18.00	ACUITE BB+ Stable (Assigned)
	Cash Credit	Long Term	10.00	ACUITE BB+ Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	15.00	ACUITE BB+ Stable (Assigned)
	Working Capital Demand Loan (WCDL)	Long Term	79.00	ACUITE BB+ Stable (Assigned)
	Proposed Long Term Bank Facility	Long Term	35.00	ACUITE BB+ Stable (Assigned)
	Bank Guarantee/Letter of Guarantee	Short Term	175.00	ACUITE A4+ (Assigned)
	Bank Guarantee/Letter of Guarantee	Short Term	22.50	ACUITE A4+ (Assigned)
	Bank Guarantee/Letter of Guarantee	Short Term	110.00	ACUITE A4+ (Assigned)
	Bank Guarantee/Letter of Guarantee	Short Term	75.00	ACUITE A4+ (Assigned)
	Bank Guarantee/Letter of Guarantee	Short Term	296.00	ACUITE A4+ (Assigned)
	Proposed Short Term Bank Facility	Short Term	71.25	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Complexity Level	Rating
State Bank of India	Not avl. / Not appl.	Bank Guarantee/Letter of Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	175.00	Simple	ACUITE A4+ Reaffirmed Issuer not co-operating*
HSBC	Not avl. / Not appl.	Bank Guarantee/Letter of Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	22.50	Simple	ACUITE A4+ Reaffirmed Issuer not co-operating*
ICICI Bank Ltd	Not avl. / Not appl.	Bank Guarantee/Letter of Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	110.00	Simple	ACUITE A4+ Reaffirmed Issuer not co-operating*
HDFC Bank Ltd	Not avl. / Not appl.	Bank Guarantee/Letter of Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	75.00	Simple	ACUITE A4+ Reaffirmed Issuer not co-operating*
Deutsche Bank	Not avl. / Not appl.	Bank Guarantee/Letter of Guarantee	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	296.00	Simple	ACUITE A4+ Reaffirmed Issuer not co-operating*
HDFC Bank Ltd	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	10.00	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
ICICI Bank Ltd	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	12.00	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
State Bank of India	Not avl. / Not appl.	Cash Credit	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	8.00	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
Not Applicable	Not avl. / Not appl.	Proposed Long Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	35.00	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
Not Applicable	Not avl. / Not appl.	Proposed Short Term Bank Facility	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	71.25	Simple	ACUITE A4+ Reaffirmed Issuer not co-operating*
Deutsche Bank	Not avl. / Not appl.	Working Capital Demand Loan (WC DL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	79.00	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
State Bank of India	Not avl. / Not appl.	Working Capital Demand Loan (WC DL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	15.00	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
HSBC	Not avl. / Not appl.	Working Capital Demand Loan (WC DL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	58.25	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
ICICI Bank Ltd	Not avl. / Not appl.	Working Capital Demand Loan (WC DL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	18.00	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)
HDFC Bank Ltd	Not avl. / Not appl.	Working Capital Demand Loan (WC DL)	Not avl. / Not appl.	Not avl. / Not appl.	Not avl. / Not appl.	15.00	Simple	ACUITE BB Downgraded Issuer not co-operating* (from ACUITE BB+)

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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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