

November 11, 2021

Okaya Power Pvt. Ltd.: Ratings withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Term Loans	10.00	10.00	[ICRA]BBB+(Stable); withdrawn
Fund based limits – Working Capital	127.00	127.00	[ICRA]BBB+(Stable); withdrawn
Non-fund based- LC/BG	135.00	135.00	[ICRA]A2; withdrawn
Total	272.0	272.0	

*Instrument details are provided in Annexure-1

Rationale

The ratings assigned to the bank facilities of Okaya Power Pvt. Ltd.(OPL) have been withdrawn at the request of the company, upon receipt of no objection certificates (NOC) from the bankers, in accordance with ICRA's policy on withdrawal and suspension of credit rating. ICRA is withdrawing the rating and it does not have information to suggest that the credit risk has changed since the time the rating was last reviewed. The Key rating drivers, Liquidity position, Rating sensitivities, Key financial indicators have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA's Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	NA
Consolidation/Standalone	For arriving at the ratings, ICRA has consolidated the financials of the various Group entities (as mentioned in Annexure-2), given the close business, financial and managerial linkages among the same

About the company

OPL, a part of the Okaya Group, was incorporated in 1987. Promoted by Mr. O. P. Gupta, the Okaya Group is involved in manufacturing batteries (for inverters, UPS, solar and automotive segment) and water and air purifiers. While OPL primarily acts as the marketing and distribution arm of the Group, other entities are involved in manufacturing activities. The Group's manufacturing facilities are in Baddi (Himachal Pradesh). The shareholding of all Group entities is completely held by the members of the Gupta family. The family holds a 50% stake in the Microtek Group, an established inverter and UPS manufacturer.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

	Instrument	Rating (FY2022)				Chronology of Rating History for the past 3 years				
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore) – Oct 31, 2020	Current Rating	Date & Rating in FY2021		Date & Rating in FY2020		Date & Rating in FY2019
					Date & Rating					
					November 11,2021	Feb 15, 2021	Apr 20,2020	Jan 08, 2020	Dec 23, 2019	Jan 21, 2019
1	Term Loans	Long Term	10.00	7.7	[ICRA]BBB+ (Stable) withdrawn	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Negative)	[ICRA]BBB+&	[ICRA]BBB+ (Stable)	-
2	Fund based limits – Working capital	Long Term	127.00	-	[ICRA]BBB+ (Stable) withdrawn	[ICRA]BBB+ (Stable)	[ICRA]BBB+ (Negative)	[ICRA]BBB+&	[ICRA]BBB+ (Stable)	[ICRA]BBB- (Stable), ISSUER NOT COOPERATING; withdrawn
3	Non-fund based – LC/BG	Short Term	135.00	-	[ICRA]A2 withdrawn	[ICRA]A2	[ICRA]A2	[ICRA]A2&	[ICRA]A2	[ICRA]A3, ISSUER NOT COOPERATING; withdrawn

Complexity level of the rated instrument

Instrument	Complexity Indicator
Term Loans	Simple
Fund based limits – Working capital	Simple
Non-fund based – LC/BG	Very Simple

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: www.icra.in

Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. Crore)	Current Rating and Outlook
NA	Term Loans	2017-18	8-9.5%	2023	10.00	[ICRA]BBB+(Stable) withdrawn
NA	Fund based limits – working capital				127.00	[ICRA]BBB+(Stable) withdrawn
NA	Non-fund based – LC/BG				135.00	[ICRA]A2 withdrawn

Source: Company

Annexure-2: List of entities considered for consolidated analysis:

Company Name	Ownership	Consolidation Approach
Fujikawa Power	-	Full Consolidation
Sunox International	-	Full Consolidation
Geon International	-	Full Consolidation
Nasaka Energy Systems	-	Full Consolidation
Okaya Power Pvt. Ltd.	-	Full Consolidation

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