

August 07, 2024

HARP Chemicals Private Limited: Rating withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term – Fund-based – Term Loan	100.00	100.00	[ICRA]BB- (Stable); withdrawn
Long-term – Fund-based – Cash Credit	17.50	17.50	[ICRA]BB- (Stable); withdrawn
Long-term – Non-fund based – Bank Guarantee	2.50	2.50	[ICRA]BB- (Stable); withdrawn
Total	120.00	120.00	

*Instrument details are provided in Annexure-I

Rationale

ICRA has withdrawn the rating assigned to the bank facilities of HARP Chemicals Private Limited (HCPL) at the request of the company and based on the No Objection Certificate received from the banker, which is in accordance with ICRA's policy on withdrawal. ICRA 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position, rating sensitivities and key financial indicators have not been captured as the rated instruments are being withdrawn.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 Policy on withdrawal of Credit Ratings
Parent/Group support	Not Applicable
Consolidation/Standalone	Standalone

About the company

Incorporated in 2021, HCPL is setting up 125-KLPD, integrated grain-based ethanol distillery plant along with a 2.75-MW captive power generation plant at Sangrur district, Punjab. The manufactured ethanol will be sold to OMCs and private oil manufacturers under the Government of India's Ethanol Blended Petrol (EBP) programme.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Amount Rated (Rs. Crore)	Current rating (FY2025)		Chronology of rating history for the past 3 years			
			Date & rating in FY2025		Date & rating in FY2024		Date & rating in FY2023	Date & rating in FY2022
			Aug 07, 2024	Mar 27, 2024	Jun 28, 2023	-	-	
1 Term loan	Long-term	100.00	[ICRA]BB- (Stable); withdrawn	[ICRA]BB- (Stable)	[ICRA]BB- (Stable)	-	-	
2 Unallocated Limits	Long-term	-	-	-	[ICRA]BB- (Stable)	-	-	
3 Cash Credit	Long-term	17.50	[ICRA]BB- (Stable); withdrawn	[ICRA]BB- (Stable)	-	-	-	
4 Bank Guarantee	Long-term	2.50	[ICRA]BB- (Stable); withdrawn	[ICRA]BB- (Stable)	-	-	-	

Complexity level of the rated instruments

Instrument	Complexity Indicator
Long-term – Fund-based – Term loan	Simple
Long-term – Fund-based – Cash Credit	Simple
Long-term – Non-fund based – Bank Guarantee	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 are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Long-term – Fund-based – Term loan	2023	~9.5%	2033	100.00	[ICRA]BB- (Stable); withdrawn
NA	Long-term – Fund-based – Cash Credit	-	-	-	17.50	[ICRA]BB- (Stable); withdrawn
NA	Long-term – Non-fund based – Bank Guarantee	-	-	-	2.50	[ICRA]BB- (Stable); withdrawn

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis - Not applicable

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