

April 14, 2025

Khidrat Renewable Energy Private Limited : Placed on Rating Watch with Developing Implications

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long term fund-based – Term loan	1,410.00	1,410.00	[ICRA]A-; Placed on Rating Watch with Developing Implications
Long term– fund-based/non-fund-based facilities	30.00	30.00	[ICRA]A-; Placed on Rating Watch with Developing Implications
Total	1,440.00	1,440.00	

*Instrument details are provided in Annexure I

Rationale

The rating of Khidrat Renewable Energy Private Limited (KREPL) has been placed on watch with developing implications following confirmation from the company regarding the exit of its sponsor (Statkraft AS) from its India business. The Statkraft Group plans to sell all its hydro and solar assets in India over the coming months, creating uncertainty over the parentage and financial flexibility of KREPL — an important pillar supporting its rating. ICRA understands that the Group has decided to sell its Indian assets and focus on other high-potential markets in the Nordics, Europe and South America to meet its growth targets. This decision has also been driven by the change in strategy to allocate capital to the Group's core business and narrowing investment focus in fewer markets. ICRA will continue to monitor the developments in this regard and will take appropriate action as and when clarity emerges on the new sponsor.

ICRA also notes that the project is in its final stages of commissioning and is expected to be completed by May/June 2025. Further, the estimated revised completion cost for the project of Rs. 1,813.7 crore, which is ~9% lower than the earlier budgeted cost of Rs. 1,999.4 crore, due to a fall in solar module/ engineering procurement and construction costs, and savings in contingency buffers. The advanced stage of commissioning has led to lower execution risks associated with implementing the project.

Please refer to the following link for the previous detailed rationale that captures Key rating drivers and their description, Liquidity position, Rating sensitivities: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Power - Solar
Parent/Group support	Support from ultimate parent entity – Statkraft AS
Consolidation/Standalone	The rating is based on the company's standalone financial profile

About the company

Khidrat Renewable Energy Private Limited (KREPL, hereinafter referred to as the company) is a private limited company incorporated in India on December 4, 2020, under the provisions of the Companies Act, 2013. During the fiscal ended March 31, 2023, Souryamathan Renewable Energy Private Limited acquired a 100% stake in the company. Statkraft AS is the ultimate holding company of KREPL.

The company is setting up a 445-MW (DC capacity) solar power project in Rajasthan. The project will be connected to the grid through a ~14.7-km 220KV transmission line. The total project cost is estimated at Rs. 1,813.7 crore, being funded with debt: equity of 78:22.

Key financial indicators (audited)

	FY2023	FY2024	9M FY2025*
Operating income	-	-	-
PAT	-5.6	-2.8	-4.9
OPBDIT/OI	-	-	-
PAT/OI	-	-	-
Total outside liabilities/Tangible net worth (times)	-52.6	0.3	6.2
Total debt/OPBDIT (times)	-29.6	-5.9	-194.2
Interest coverage (times)	-0.5	-3.9	-26.5

Source: Company, ICRA Research; All ratios as per ICRA's calculations; Amount in Rs. crore, PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation* Provisional numbers

Project is under-construction, hence financials are not meaningful

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Current (FY2026)			Chronology of rating history for the past 3 years					
	FY2026			FY2025		FY2024		FY2023	
	Type	Amount Rated (Rs. crore)	Apr 14,2025	Date	Rating	Date	Rating	Date	Rating
Long term-term loan-fund based	Long Term	1,410.00	[ICRA]A-; Rating Watch with Developing Implications	04-JUN-2024	[ICRA]A-(Stable)	-	-	-	-
Long term-others-fund based/non fund based	Long Term	30.00	[ICRA]A-; Rating Watch with Developing Implications	04-JUN-2024	[ICRA]A-(Stable)	-	-	-	-

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long term fund-based – Term loan	Simple
Long term– fund-based/non-fund-based facilities	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: [Click Here](#)

Annexure-I: Instrument details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Term loan	March 2024	NA	FY2029	1,410.0	[ICRA]A-; Rating watch with developing implication
NA	Fund-based/non-fund-based Facilities	February 2024	NA	NA	20.0	[ICRA]A-; Rating watch with developing implication
NA	Fund-based/non-fund-based facilities	March 2023	NA	NA	10.0	[ICRA]A-; Rating watch with developing implication

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

ANALYST CONTACTS

Girishkumar Kadam

+91 22 6114 3441

girishkumar@icraindia.com

Vikram V

+91 40 6939 6410

vikram.v@icraindia.com

Ritabrata Ghosh

+91 33 7150 1107

ritabrata.ghosh@icraindia.com

Asmita Pant

+91 9643454364

asmita.pant@icraindia.com

RELATIONSHIP CONTACT

L. Shivakumar

+91 22 6114 3406

shivakumar@icraindia.com

MEDIA AND PUBLIC RELATIONS CONTACT

Ms. Naznin Prodhani

Tel: +91 124 4545 860

communications@icraindia.com

Helpline for business queries

+91-9354738909 (open Monday to Friday, from 9:30 am to 6 pm)

info@icraindia.com

About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

For more information, visit www.icra.in

ICRA Limited

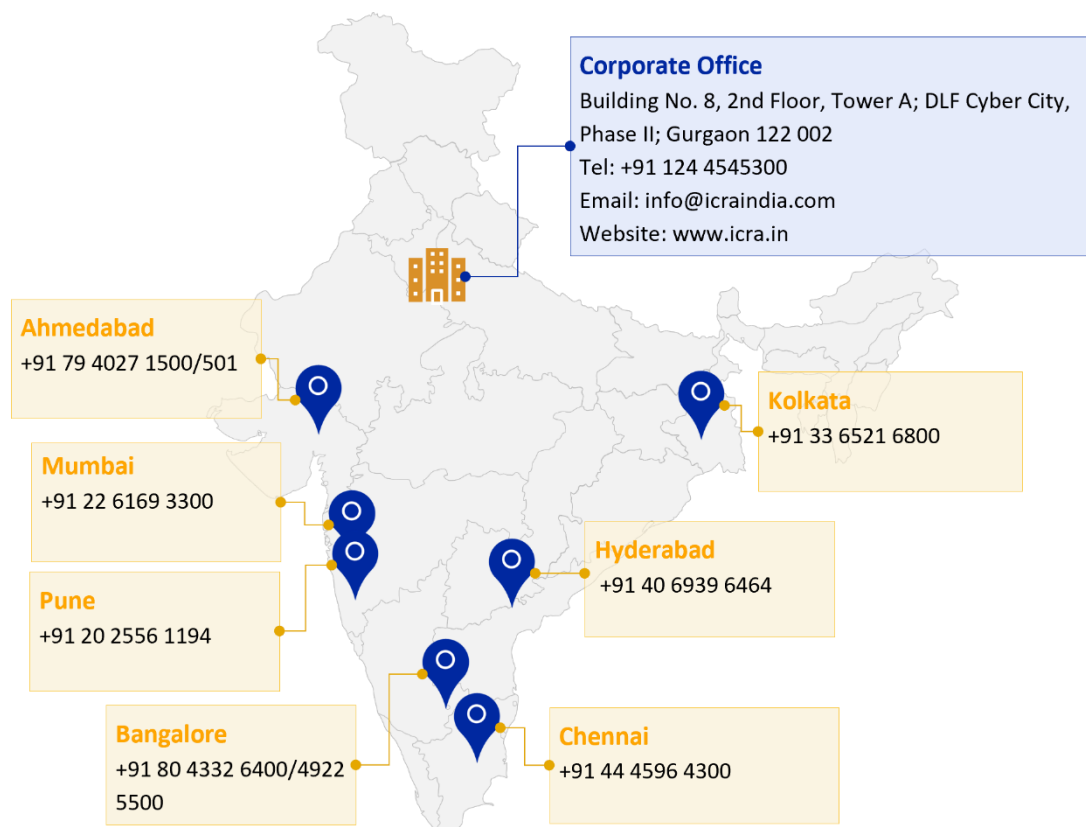


Registered Office

B-710, Statesman House 148, Barakhamba Road, New Delhi-110001
Tel: +91 11 23357940-45



Branches



© Copyright, 2025 ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA.

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.