

September 02, 2025

GE Vernova T&D India Limited (erstwhile ALSTOM T&D India Limited): Ratings upgraded to [ICRA]AA- (Positive)/[ICRA]A1+

Summary of rating action

Instrument*	Previous rated amount (Rs. crore)	Current rated amount (Rs. crore)	Rating action
Long term - Fund based - Cash credit	472.00	156.00	[ICRA]AA- (Positive); upgraded from [ICRA]A+ (Positive)
Long term/Short term – Non-fund based - Others	3,735.00	5,675.00	[ICRA]AA- (Positive)/[ICRA]A1+; upgraded from [ICRA]A+ (Positive)/[ICRA]A1
Long term/Short term - Unallocated	2,793.00	1,169.00	[ICRA]AA- (Positive)/[ICRA]A1+; upgraded from [ICRA]A+ (Positive)/[ICRA]A1
Total	7,000.00	7,000.00	

*Instrument details are provided in Annexure I

Rationale

The upgrade in the ratings and continuation of a Positive outlook on the long-term rating factors in ICRA's expectation that the strong credit profile of GE Vernova T&D India Limited (GEVTDIL) will be sustained owing to a robust order book position in the transmission equipment space, which provides healthy revenue visibility. Moreover, the consistently healthy profitability reported by the company is likely to continue, going forward as well, given the built-in price variation clauses for the transformer orders. Overall, the demand outlook remains healthy in the transmission and distribution (T&D) space, which is likely to drive growth. Significant renewable integration opportunities and a healthy domestic pipeline of tariff-based competitive bid (TBCB) orders should result in a robust order intake for equipment manufacturers, including GEVTDIL.

The company reported a robust growth in turnover and order booking in FY2025 and Q1 FY2026 with the closing order book at around Rs. 12,965 crore as of June 2025, indicating healthy revenue visibility. The operating profitability also expanded in Q1 FY2026 to around 29.1% owing to the execution of some high-profit margin orders. While these margins are not likely to be sustained, ICRA expects the profitability to remain healthy with the contractual terms allowing price variation clauses for transformer orders. Healthy profitability and collections helped the company in generating a robust cash surplus, a portion of which was deployed in the group's cash pool arrangement. The fund-based limit utilisation also remains nil, indicating a comfortable liquidity profile.

The ratings also take into account GEVTDIL's position as one of the major players in the transmission equipment industry, supported by its established operational track record, a wide product/service mix, strong technical capabilities and the extensive experience of its parent/management in the industry. The ratings also factor in the strong parentage of GE Vernova (GEV), which provides technological and financial benefits. Access to inter-company borrowing lines with the GEV group with a sanctioned limit up to Rs. 200 crore provide continuing liquidity comfort. Moreover, the company derives financial flexibility from being a part of the GEV Group.

However, the ratings remain constrained by the high competitive intensity in the power transmission equipment space with the presence of a large number of Indian companies and global majors. ICRA also notes the company is susceptible to the elongation in the receivable position, which can impact the working capital cycle and, thus, the liquidity position although receivable days have witnessed improvement in FY2025. The ratings also factor in the concentration and exposure to the power sector.

The Positive outlook on the rating reflects ICRA's opinion that the credit profile of GEVDIL will continue to improve, driven by a robust order book position, favourable domestic demand prospects, healthy profitability and a strong liquidity position.

Key rating drivers and their description

Credit strengths

Established business position – GEVDIL has an operational track record of several decades in the power transmission equipment industry. This, coupled with its access to critical technologies and the successful execution of numerous projects, has enabled it to emerge as one of the major players in the industry. Its business operations in India are divided into four heads – products, solutions, automation and services. The company also manufactures a wide array of equipment, which supports its revenues and profitability.

Benefits of strong parentage – GEVDIL derives technical synergies and financial benefits from its strong parentage (ultimate parent—GE Vernova). Additionally, being a part of the GEV Group augurs well while bidding for fresh orders, given its access to technology and a wide client base because of the GEV Group's global presence. Further, access to cash pool and financial flexibility derived by the company from being a part of the GEV Group also provides comfort.

Strong order book position – The company reported a robust growth in its order booking in FY2025 and Q1 FY2026 with the closing order book at around Rs. 12,965 crore as of June 2025, indicating healthy revenue visibility. The operating profitability also expanded in Q1 FY2026 to around 29.1% owing to the execution of some high profit margin orders.

Comfortable credit profile, marked by healthy profitability and zero debt levels – The company's capital structure improved significantly in FY2025 as it remained debt-free with no external and internal borrowings, which led to an improvement in its credit profile. The company reported cash balance and investment in GEV cash pool and fixed deposits of more than Rs. 1050-crore as of March 2025 owing to healthy cash generation from operations and an uptick in the collection of old retention money.

Credit challenges

Intense competition in the industry – The power transmission equipment space is highly competitive due to the presence of a large number of Indian companies and global majors (through joint ventures). Thus, the ability of the company to improve its order intake amid intense competition will be critical.

Susceptible to elongation in working capital cycle – GE Vernova T&D's revenues are vulnerable to the elongation in the working capital cycle due to project-based payments, reliance on utility and government clients with slow disbursement processes and supply chain disruptions. High inventory levels and extended credit terms curb the cash flow, while regulatory and geopolitical risks can delay project execution. These factors deter revenue recognition, constrain the cash flow and increase the financing costs, impacting the overall profitability and growth.

Concentration of revenues to power sector – The company's products and services are tailored specifically to support electricity transmission, distribution and grid stability which increases its reliance on one specific sector, i.e., power to derive its revenues. Any downturn in the power sector will inadvertently exert pressure on the company's revenues.

Environmental and social risks

Environmental considerations - GEVDIL operates at multiple project sites at any point of time and, therefore, the risk of business disruptions on account of physical climate risk at a particular location is low. Risks emanate from the imposition of emission control norms, right of way issues faced by the company's customers in the heavy industrial, transmission and distribution space which can result in deferment of execution timelines and/or deferral of fresh orders in the industry.

Social considerations - Entities like GEVTDIL face social risks stemming from the health and safety concerns of workers, which could invite regulatory or legal action, besides reputational harm. GEVTDIL though has a track record of maintaining healthy relationships with its workers/ employees, including contractual labour, with no material incidents of slowdown in execution because of workforce management issues.

Liquidity position: Strong

The company's liquidity profile is supported by cash balances of more than Rs. 450 crore (cash balance and investment in GEV cash pool and fixed deposits of more than Rs. 1050 crore) as of March 31, 2025, along with unutilised working limits of more than Rs. 630 crore (including cash pool), driven by nil utilisation of these limits. In the absence of any debt repayment liabilities and healthy cash generation from business, the company's liquidity profile remains strong.

Rating sensitivities

Positive factors – GEVTDIL's rating could be upgraded if the company demonstrates a sustained growth in revenues amid a healthy profitability while sustaining its liquidity position and keeping its working capital intensity under check. Further, an improvement in the credit profile of the parent – GE Vernova - can push the ratings upwards.

Negative factors – The outlook can be revised to Stable in case of any sustained pressure on the revenue and profitability. Further, any stretch in the working capital cycle, exerting pressure on the liquidity position, and a greater reliance on debt could lead to a negative rating action. Moreover, GEVTDIL's ratings would be sensitive to change in the credit profile of the parent – GE Vernova.

Analytical approach

Analytical approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology
Parent/Group support	Ultimate Parent Company: GE Vernova The ratings are based on implicit support from the ultimate parent, primarily in the form of technological and financial synergies
Consolidation/Standalone	The ratings are based on the standalone financial profile of the company

About the company

GE Vernova T&D India Limited (erstwhile GE T&D India Limited) (GEVTDIL) is engaged in the manufacturing of transmission equipment such as transformers, switchgears (both air insulated, and gas insulated), control panels/relays, line traps etc. GEVTDIL provides transmission systems, comprising substations ranging from 66 kV to 1,200 kV. However, the company primarily operates in the high voltage space (440 kV and 765 kV), which is marked by the presence of a few established players like Siemens, Hitac, etc. GEVTDIL is essentially a transmission equipment manufacturer, and its products cater to power generation companies, power transmission companies and industrial end-users such as players in infrastructure, oil and gas and other industries.

The company is present in all stages of the power supply chain and offers a wide range of products and related services that include power transformers, circuit breakers, gas insulated switchgears, instrument transformers, substation automation equipment, digital software solutions, turnkey solutions for substation engineering and construction, flexible AC transmission systems (FACTS), high voltage DC (HVDC) and maintenance support.

Key financial indicators (audited)

Standalone	FY2024	FY2025
Operating income	3,175.2	4,297.4
PAT	181.1	608.3
OPBDIT/OI	10.9%	19.3%
PAT/OI	5.7%	14.2%
Total outside liabilities/Tangible net worth (times)	1.8	1.6
Total debt/OPBDIT (times)	0.1	0.0
Interest coverage (times)	8.4	31.2

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

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instruments	Current (FY2026)			Chronology of rating history for the past 3 years					
	Type	Amount rated (Rs. crore)	Sep 02, 2025	FY2025		FY2024		FY2023	
				Date	Rating	Date	Rating	Date	Rating
Fund based - Cash credit	Long term	156.00	[ICRA]AA- (Positive)	Nov 27, 2024	[ICRA]A+ (Positive)	Sep 04, 2023	[ICRA]A (Stable)	Jan 06, 2023	[ICRA]A (Negative)
				Apr 12, 2024	[ICRA]A (Stable)	Jun 28, 2022	[ICRA]A (Negative)		
Non-fund based - Others	Long term/Short term	5,675.00	[ICRA]AA- (Positive)/[ICRA]A1+	Nov 27, 2024	[ICRA]A+ (Positive)/[ICRA]A1	Sep 04, 2023	[ICRA]A (Stable)/[ICRA]A1	Jan 06, 2023	[ICRA]A (Negative)/[ICRA]A1
				Apr 12, 2024	[ICRA]A (Stable)/[ICRA]A1	Jun 28, 2022	[ICRA]A (Negative)/[ICRA]A1		
Unallocated	Long term/Short term	1,169.00	[ICRA]AA- (Positive)/[ICRA]A1+	Nov 27, 2024	[ICRA]A+ (Positive)/[ICRA]A1	Sep 04, 2023	[ICRA]A (Stable)/[ICRA]A1	Jan 06, 2023	[ICRA]A (Negative)/[ICRA]A1
				Apr 12, 2024	[ICRA]A (Stable)/[ICRA]A1	Jun 28, 2022	[ICRA]A (Negative)/[ICRA]A1		

Complexity level of the rated instruments

Instrument	Complexity indicator
Long term - Fund based - Cash credit	Simple
Long term/Short term – Non-fund based - Others	Very Simple
Long term/Short term - Unallocated	NA

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 - Cash credit	NA	NA	NA	156.00	[ICRA]AA- (Positive)
NA	Long term/Short term – Non-fund based - Others	NA	NA	NA	5,675.00	[ICRA]AA- (Positive)/[ICRA]A1+
NA	Long term/Short term - Unallocated	NA	NA	NA	1,169.00	[ICRA]AA- (Positive)/[ICRA]A1+

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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