November 24, 2025

Wipro GE Healthcare Pvt. Ltd.: Ratings reaffirmed

Summary of rating action

Instrument*	Previous rated amount (Rs. crore)	Current rated amount (Rs. crore)	Rating action
Long-term/ Short-term-Non-fund based – LC/BG	607.50	607.50	[ICRA]AA (Stable)/ [ICRA]A1+; reaffirmed
Short-term-Fund-based limits - Working capital	80.00	80.00	[ICRA]A1+; reaffirmed
Total	**687.50**	**687.50**	

**Instrument details are provided in Annexure I*

Rationale

The ratings assigned to the bank lines of Wipro GE Healthcare Pvt. Ltd. (WGE/the company) factor in its leading position in the domestic medical equipment industry, supported by its diverse product/services portfolio and a strong servicing network. Further, the company derives technological and operational support from its strong parentage of two reputed and leading business conglomerates—GE Healthcare Technologies Inc (GEHC) [Moodys- Baa2 (Stable)] and Wipro Enterprises (P) Limited (WEPL). WGE's financial risk profile has continued to remain robust in FY2025, supported by its strong market position in the healthcare devices sector, leading to revenue growth of ~7% YoY in FY2025 with an improvement in the operating profits as well.

The ratings are also supported by the strong liquidity position of the company, arising from healthy operating profits, low working capital intensity of the business and no major capex undertaken in the recent past. The company had ~Rs. 2,944 crore free cash at the end of FY2025 with unutilised fund-based limits of around Rs. 80 crore.

The ratings are, however, constrained by WGE's moderate profit margins owing to the sizeable revenue contribution from the sale of equipment imported by the company, the competition in the industry and the susceptibility of its profitability/operations to any adverse changes in Government regulations/policy on the duty structure of imports and any imposition of pricing control on the medical equipment sold by the entity. The ratings also factor in WGE's dependence on the General Electric Healthcare (GEHC) Group for technology sharing, sourcing of medical equipment, royalty, etc. Any change in these terms can impact the company's operations. Also, the ratings factor in the exposure of profitability to commodity price fluctuation risk.

ICRA expects WGE's credit profile to remain stable over the course of the next three years, as the capex is expected to be largely funded through internal accruals and the sizeable liquidity at hand. At present, WGE does not have debt on its books and, thus, has a healthy cushion to raise debt to partially fund the capex programme while maintain a healthy credit profile. However, given the sizeable capex plans, the company will be exposed to project execution risks. The impact of the investments and the funding plan on the credit profile will remain a key monitorable, going forward.

The Stable outlook on the rating reflects ICRA's expectation that WGE will continue to benefit from its established position in the medical devices industry, which will enable the company to maintain healthy cash generation and have a comfortable credit profile despite the sizeable investments.

Key rating drivers and their description

Credit strengths

Leading player in medical equipment industry - WGE has an established operational track record, and its management/parent company (GEHC) has extensive experience in the medical equipment industry. Over the years, it has emerged as one the leading players in the domestic medical equipment industry with a wide product portfolio and strong service network. The company's revenue stream is diversified, given its presence in both domestic sales and exports. Apart from the domestic sale of medical equipment, WGE is involved in the export of components as well as providing software/IT and ITES support services to GE Group companies globally. As a result, the customer base is well diversified with sales to global Group companies as well as to a large number of customers in the domestic market, including reputed private sector corporates and Government organisations.

WGE continues to benefit from technological and operational support of strong parent entities - WGE is a joint venture (JV) of two reputed and leading business conglomerates—GE Healthcare Technologies Inc. (GEHC, earlier healthcare business of GE which was spin off from General Electric in January 2023) and WEPL—in a 51:49 share, respectively. The company enjoys the technological and operational support from its strong parents. GEHC is among the leading players in the global healthcare equipment industry with presence across multiple application/product categories. WEPL is one of the major players in the fast-moving consumer goods (FMCG) business, lighting and office furniture and is also present in the infrastructure and engineering businesses. WEPL provides strategic and operational business support.

Comfortable financial profile - WGE's financial profile is comfortable, with a sizeable scale of operations, healthy internal accrual generation and strong return indicators. The company continues to be debt-free with robust coverage metrics. While the company plans to undertake sizeable investments over the next few years, the overall financial risk profile will remain healthy as the investments are expected to be met largely through internal accruals and the free cash at hand.

Strong liquidity position – The company's liquidity position remains strong, supported by healthy internal accrual generation, sizeable free cash balance, no debt repayment liability and low working capital intensity. The company had around Rs. 2,900 crore of free cash on its books at the end of FY2025, which along with low working capital intensity, will support its overall liquidity position.

Credit challenges

Moderate profit margins - The company has moderate profit margins due to the sizeable revenue contribution from the sale (trading in nature) of equipment imported by it, which entails low profitability and competition, especially in the relatively lower ticket value healthcare monitoring equipment. WGE's operating margin improved to 12.2% in FY2025, driven by a healthy growth in revenue and margins across segments. The margins nonetheless remain modest, given the major share of the trading business in revenues.

Exposure to changes in Government regulations and terms of agreements with GE Group - WGE's business is dependent on its terms with the GEHC Group related to technology sharing, royalty and transfer pricing arrangements. Any change in these terms can impact the company's business profile. Also, changes in Government regulations/policy on the duty structure of imports, the level of imports and any imposition of pricing control on medical equipment can impact the profitability of the industry participants, including WGE.

Exposure to foreign exchange risk - As a sizeable part of the equipment/raw material requirement is met through imports, the company remains exposed to currency fluctuations to the extent of the unhedged exposure. However, there is a natural hedge from the exports being done by the company and it also has a hedging mechanism for reducing the impact of fluctuations in foreign exchange rates.

Liquidity position: Strong

WGE's liquidity position is expected to remain strong, supported by free cash balances of ~Rs. 2,900 crore as on March 31, 2024, unutilised fund-based limits of Rs. 80 crore and retained cash flow in the range of Rs. 600 to Rs. 800 crore per annum, going forward. While the company has plans to make sizeable investment in capacity augmentation localisation of R&D in India, the liquidity profile is expected to remain robust, given the healthy cash generation and current liquidity at hand.

Rating sensitivities

Positive factors – Healthy revenue growth and a material improvement in profitability on a sustained basis amid a strong liquidity and comfortable capital structure could lead to an upgrade.

Negative factors – Pressure on revenue and profitability, significant upstreaming of funds to JV partners on a sustained basis, leading to pressure on the liquidity position or reduced financial flexibility, could trigger a downgrade. The weakening of the operational linkages with the JV partners could also lead to a downgrade. Any higher-than-expected debt-funded capital expenditure leading to sustained moderation in the liquidity and credit profile may also trigger a rating downgrade.

Analytical approach

Analytical approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology
Parent/Group support	Not Applicable
Consolidation/Standalone	For arriving at the ratings, ICRA has considered the consolidated financials of WGE. As on March 31, 2025, WGE had three subsidiaries and one associate (Details in Annexure- II)

About the company

Wipro GE Healthcare Pvt. Ltd. (WGE) is a joint venture (JV) of two leading business conglomerates - GE HealthCare Technologies Inc (GEHC) and the Wipro Group {through Wipro Enterprises (P) Limited; WEPL} with a 51:49 share, respectively, in the JV. Earlier, GE Inc held a 51% stake in WGE but after the demerger of the healthcare business in January 2023, the ownership was transferred to GE HealthCare Technologies. WGE was incorporated in March 1990 and is involved in the manufacturing and distribution of medical equipment and providing technical/software support services to the GEHC Group companies globally. The company's manufacturing plants are in Bengaluru (Karnataka).

Key financial indicators (audited)

	FY2024	FY2025
Operating income	7,543.0	8,074.6
PAT	628.2	770.0
OPBDIT/OI	11.0%	12.2%
PAT/OI	8.3%	9.5%
Total outside liabilities/Tangible net worth (times)	1.5	1.4
Total debt/OPBDIT (times)	0.1	0.1
Interest coverage (times)	69.4	54.2

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

		Current (FY2026)		Chronology of rating history for the past 3 years					
		FY2026		FY2025		FY2024		FY2023	
Instrument	Type	Amount rated (Rs.crore)	Nov 24, 2025	Date	Rating	Date	Rating	Date	Rating
Non-fund based	Long-term/Short-term	607.50	**[ICRA]AA((Stable) / [ICRA]A1+**	30-Aug-2024	[ICRA]AA((Stable) / [ICRA]A1+	02-May-2023	[ICRA]AA (Stable) / [ICRA]A1+	-	-
Fund-based limits - Working capital	Short-term	80.00	**[ICRA]A1+**	30-Aug-2024	[ICRA]A1+	02-May-2023	-	-	-

Complexity level of the rated instruments

Instrument	Complexity indicator
Long-term/Short-term – Non-fund based	Simple
Fund-based limits - Working capital	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	**Non-fund based**	NA	NA	NA	607.50	[ICRA]AA((Stable)/ [ICRA]A1+
NA	**Fund-based limits - Working capital**	NA	NA	NA	80.00	[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

Company Name	Ownership	Consolidation Approach
Wipro GE Healthcare Pvt. Ltd.	100.00% (rated entity)	Full Consolidation
Wipro GE Medical Device Manufacturing Private Limited	100%	Full Consolidation
GE Healthcare Bangladesh Limited	100%	Full Consolidation
General Electric Healthcare Lanka (Private) Limited	100%	Full Consolidation
Genworks Health Private Limited	15.1%	Equity method

Source: WGE's annual report for FY2023

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