Rithwik Power Projects Limited

November 30, 2018

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund-based Limits	8.00	8.00	[ICRA]BB+(Stable); Withdrawn
Unallocated Limits	7.70	7.70	[ICRA]BB+(Stable); Withdrawn
Total	**15.70**	**15.70**	

*Instrument details are provided in Annexure-1

Rating action

ICRA has withdrawn the long-term rating of [ICRA]BB+(Stable) (pronounced ICRA double B plus with Stable outlook) assigned to the Rs. 15.70 crore[1] bank limits of Rithwik Power Projects Limited (RPPL)[2].

Rationale

The rating is withdrawn in accordance with ICRA's policy on withdrawal and suspension at the request from the company based on no objection from the banker.

Key rating drivers

Key Rating drivers has not been captured as the rated instruments are being withdrawn.

Liquidity Position:

Key Rating drivers has not been captured as the rated instruments are being withdrawn.

Analytical approach:

Analytical Approach	Comments
Applicable Rating Methodologies	Corporate Credit Rating Methodology ICRA Policy on Withdrawal and Suspension of Credit Rating
Parent/Group Support	Not Applicable
Consolidation / Standalone	Not Applicable

About the company

Rithwik Power Projects Ltd. (RPPL) has a licenced capacity of 6.0 MW (installed capacity 7.5 MW) biomass-based power plant and is owned by KHPL Clean Energy Private Limited (KCEPL). KCEPL, in turn, is a 100% subsidiary of Kohinoor Hatcheries Private Limited (KHPL). The plant is situated at Khammam district of Telangana and was commissioned in

[1] *100 lakh = 1 crore = 10 million*

[2] *For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications*

November 2002. The power generated from the plant is sold under a twenty-year PPA to TSTRANSCO, expiring in 2022.RPPL was originally promoted by Mr.U.V Ramanaand and Mr. C M Ramesh, who later sold RPPL to Velcan Renewable Energy India Ltd. (VREIL) in 2006. Thereafter in February 2010, RPPL was sold to KHPL. KHPL is promoted by Mr. Raghava Rao, who has experience in the business of poultry business since 1993.

Key financial indicators

	FY2016	FY2017(Prov.)
Operating Income (Rs. crore)	29.29	28.80
PAT (Rs. crore)	2.51	4.64 ^
OPBDIT/OI (%)	16.98%	22.76%
RoCE (%)	18.51%	20.32%
Total Debt/TNW (times)	2.24	1.55
Total Debt/OPBDIT (times)	3.78	3.08
Interest coverage (times)	3.02	4.18

^ Profit before tax

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

		Current Rating (FY2019)				Chronology of Rating History for the Past 3 Years		
	Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating November 2018	Date & Rating in FY2018 August 2017	Date & Rating in FY2017 December 2016	Date & Rating in FY2016 October 2015
1	Fund based limits	Long Term	8.00	-	[ICRA]BB+ (Stable); withdrawn	[ICRA]BB+ (Stable)	[ICRA]BB- (Positive)	[ICRA]BB- (Stable)
2	Unallocated	Long Term	7.70	-	[ICRA]BB+ (Stable); withdrawn	[ICRA]BB+ (Stable)	[ICRA]BB- (Positive)	[ICRA]BB- (Stable)

Complexity level of the rated instrument:

ICRA has classified various instruments based on their complexity as "Simple", "Complex" and "Highly Complex". The classification of instruments according to their complexity levels is available on the 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	Cash Credit	-	-	-	8.00	[ICRA]BB+(Stable); Withdrawn
NA	Unallocated limits	-	-	-	7.70	[ICRA]BB+(Stable); Withdrawn

Source: Rithwik Power Projects Limited

Annexure-2: List of entities considered for consolidated analysis

Not Applicable

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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.

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