

October 01, 2020

Clean Max Power Projects Pvt. Ltd.: Rating withdrawn

Summary of rated instruments

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term - Term loans	100.00	100.00	[ICRA]BBB (Stable); withdrawn
Total	100.00	100.00	

*Instrument details are provided in Annexure-1

Rationale

The rating assigned to the Rs 100 crore term loans of Clean Max Power Projects Pvt. Ltd. (CMPPPL) has been withdrawn at the request of the company, upon receipt of the no dues certificate from the banker, in accordance with ICRA's policy on withdrawal and suspension of credit rating. Also, ICRA does not have requisite information to suggest that the credit risk has changed since the time the rating was last reviewed.

Link to the last Press Release published on ICRA website

<https://www.icra.in/Rationale/ShowRationaleReport?id=88041>

Key rating drivers and their description

Not captured as the rating is being withdrawn

Liquidity Position:

Not captured as the rating is being withdrawn

Rating Sensitivities:

Not captured as the rating is being withdrawn

Analytical approach:

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

About the company:

CMPPPL is a wholly-owned subsidiary of Clean Max Enviro Energy Solutions Pvt. Ltd. (CMES). It was incorporated in August 2011 to set up a 30.0-MW solar-power project at Sonna Village in Bellary district of Karnataka. Poly-crystalline modules have been used in the project and are sourced from Chint Solar, which is a Tier-I supplier of PV modules. The parent company, CMES, has provided the Equipment, Procurement and Construction (EPC) and Operation & Maintenance (O&M) services. CMES, which was incorporated in 2011 by Mr. Kuldeep Jain, is involved in the development of onsite/rooftop solar power projects for industrial, commercial and institutional customers. The company has offices in five locations – Mumbai, Delhi, Pune, Bangalore and Chennai.

In FY2020, the company reported a profit after tax (PAT) of Rs 1.98 crore on an operating income (OI) of Rs 25.32 crore, compared to PAT of Rs 0.96 crore on an OI of Rs 9.13 crore in FY2019.

Key financial indicators

	FY2019 (Audited)	FY2020 (Audited)
Operating Income (Rs. crore)	17.03	22.87
PAT (Rs. crore)	-1.63	1.37
OPBDIT/OI (%)	84.14%	88.01%
RoCE (%)	5.63%	8.62%
Total Debt/TNW (times)	2.91	2.66
Total Debt/OPBDIT (times)	8.69	5.82
Interest Coverage (times)	1.24	1.74

Source: CMPPPL, ICRA research

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for last three years:

S. No.	Instrument	Current Rating (FY2021)				Chronology of Rating History for the past 3 years		
		Type	Amount Rated (Rs. Crore)	Amount Outstanding (Rs. Crore)	Date & Rating	FY2020	FY2019	FY2018
					1-Oct-20			
1	Term Loans	Long Term	100	Nil	[ICRA]BBB (Stable), withdrawn	[ICRA]BBB (Stable)	[ICRA]BBB- (Stable)	-

* as on September 28,2020

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
-	Term Loans	November 2017	-	FY2028	100.00	[ICRA]BBB (Stable),withdrawn

Source: CMPPPL

Annexure-2: List of entities considered for consolidated analysis: Not applicable

ANALYST CONTACTS

Sabyasachi Majumdar

+91 124 4545 304

sabyasachi@icraindia.com

Girishkumar Kadam

+91 22 6114 3441

girishkumar@icraindia.com

Tushar Bharambe

+91 22 6169 3347

tushar.bharambe@icraindia.com

RELATIONSHIP CONTACT

Jayanta Chatterjee

+91 80 4332 6401

jayantac@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

Corporate Office

Building No. 8, 2nd Floor, Tower A; DLF Cyber City, Phase II; Gurgaon 122 002

Tel: +91 124 4545300

Email: info@icraindia.com

Website: www.icra.in

Registered Office

1105, Kailash Building, 11th Floor; 26 Kasturba Gandhi Marg; New Delhi 110001

Tel: +91 11 23357940-50

Branches

Mumbai + (91 22) 24331046/53/62/74/86/87

Chennai + (91 44) 2434 0043/9659/8080, 2433 0724/ 3293/3294,

Kolkata + (91 33) 2287 8839 /2287 6617/ 2283 1411/ 2280 0008,

Bangalore + (91 80) 2559 7401/4049

Ahmedabad+ (91 79) 2658 4924/5049/2008

Hyderabad + (91 40) 2373 5061/7251

Pune + (91 20) 2556 0194/ 6606 9999

© Copyright, 2020 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