

June 10, 2022

Sunborne Energy Rajasthan Solar Private Limited: Rating moved to Issuer Not Cooperating category

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund-based - Term Loans	36.8	36.8	[ICRA]A&; ISSUER NOT COOPERATING; rating moved to Issuer Not Cooperating category
Unallocated Limits	1.2	1.2	[ICRA]A&; ISSUER NOT COOPERATING; rating moved to Issuer Not Cooperating category
Total	38.0	38.0	

*Instrument details are provided in Annexure-1

Rationale

ICRA has moved the long-term rating of [ICRA]A& for the bank facilities of Sunborne Energy Rajasthan Solar Private Limited to the Issuer Not Cooperating category. The rating is now denoted as [ICRA]A& ISSUER NOT COOPERATING.

As part of its process and in accordance with its rating agreement with Sunborne Energy Rajasthan Solar Private Limited, ICRA has been trying to seek information from the company. While the management has stated that the rated facilities have been fully prepaid, it has not been able to share the requisite information. ICRA has been sending repeated reminders to the company for the payment of surveillance fee that is due.

In the absence of such information and payment of surveillance fee, ICRA has moved the outstanding rating of [ICRA]A& assigned to the bank facilities of the company to the Issuer Not Cooperating category as per its aforesaid policy. ICRA notes that the company has requested for a withdrawal of rating.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities, Key financial indicators: Click [here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Rating Methodology for Solar Power Producers
Parent/Group Support	Not Applicable
Consolidation/Standalone	Rating is based on the standalone financial statements of the rated company

About the company

Sunborne Energy Rajasthan Solar Pvt. Ltd. (SERSPL) was incorporated on May 24, 2010 and was initially 100% owned by SunBorne Energy Services India Private Limited (SESIPL) which is a wholly owned subsidiary of SunBorne Energy Holdings, LLC (SEH). SEH is a US company and has been making downstream investments in various solar initiatives in India. In April 2014, the Sunborne Group sold a 49.0% stake in SERSPL to Focal Energy, which was incorporated in 2008 to develop, manage and own renewable energy assets. In September 2017, the Focal Group has purchased the remaining 51% stake in SERSPL from the Sunborne Group. The SPV is now a part of the Focal Group. SERSPL is a special purpose vehicle (SPV) set up to develop,

manage and operate a 5-MW solar photo voltaic (PV) power plant at Gadna, Rajasthan. The project was commissioned on March 26, 2013. This project was awarded under Jawaharlal Nehru National Solar Mission (JNNSM) Phase-I, Batch-II. SERSPL has entered into a 25 year power purchase agreement (PPA) with NTPC Vidyut Vyapar Nigam Ltd (NVTN) at a tariff of Rs. 8.99 per unit.

Status of non-cooperation with previous CRA: None

Any other information: None

Rating history for past three years

SN	Instrument	Current Rating (FY2023)			Chronology of Rating History for the past 3 years			
		Type	Amount Rated (Rs. crore)	Amount Outstanding (Rs. crore)	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2021	Date & Rating in FY2020
					10-Jun-2022	03-Aug-2021	09-Feb-2021	28-Aug-2019
1	Fund-based Term Loans	Long Term	36.8	-	[ICRA]A&; ISSUER NOT COOPERATING	[ICRA]A&; Placed on watch with developing implications	[ICRA]A(Stable)	[ICRA]A-(Stable)
2	Unallocated Limits	Long Term	1.2	-	[ICRA]A&; ISSUER NOT COOPERATING	[ICRA]A&; Placed on watch with developing implications	[ICRA]A(Stable)	[ICRA]A-(Stable)

Complexity level of the rated instrument

Instrument	Complexity Indicator
Fund-based - Term loan	Simple
Long-term Unallocated limits	Not Applicable

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 analyzing 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: 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	*Term loan	April 2017	-	March 2033	36.8	[ICRA]A&; ISSUER NOT COOPERATING
NA	Unallocated limits	-	-	-	1.2	[ICRA]A&; ISSUER NOT COOPERATING

Source: Company, &= under watch with developing implications, *Loan prepaid in FY2022

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

Siddhartha Kaushik

+91 124 4545 323

siddhartha.kaushik@icraindia.com

Sudheendra Rao

+91 22 6169 3359

sudheendra.rao@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



Registered Office

B-710, Statesman House, 148, Barakhamba Road, New Delhi-110001

Tel: +91 11 23357940-45



Branches



© Copyright, 2022 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.