

January 28, 2020

Renxsol Ecotech Private Limited: Moved to Non-Cooperating category

Summary of Rated Instrument:

Instruments	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Term Loan	1.00	1.00	[ICRA]B+ (Stable); ISSUER NOT COOPERATING*; Moved to 'Issuer Not Cooperating' category
Long Term-Overdraft Facility	0.75	0.75	[ICRA]B+ (Stable); ISSUER NOT COOPERATING*; Moved to 'Issuer Not Cooperating' category
Short Term-Letter of Credit	4.30	4.30	[ICRA]A4; ISSUER NOT COOPERATING*; Moved to 'Issuer Not Cooperating' category
Long Term/Short Term Unallocated	0.17	0.17	[ICRA]B+ (Stable)/[ICRA]A4; ISSUER NOT COOPERATING*; Moved to 'Issuer Not Cooperating' category
Total	6.22	6.22	

*Issuer did not co-operate; based on best available information

Rationale

The ratings for the Rs. 6.22-crore¹ bank facilities of Renxsol Ecotech Private Limited has been moved to 'Issuer Not Cooperating' category'. The ratings are denoted as "[ICRA]B+ (Stable)/[ICRA]A4; ISSUER NOT COOPERATING".

ICRA has been trying to seek information from the entity so as to monitor its performance, but despite repeated requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA basis best available/dated/ limited information on the issuers' performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology
Parent/Group Support	Not applicable
Consolidation / Standalone	standalone

¹ 100 lakh = 1 crore = 10 million
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About the company:

Incorporated in 2012, Renxsol Ecotech Private Limited (REPL) provides consultancy, turnkey solutions for solar photovoltaic (PV) and solar thermal and energy applications. The solar photovoltaic application involves solar-based power plants, LED/CFL street lighting system, solar cold storage application, solar pumping system, solar village/rural electrification etc. The solar thermal application involves water heating, air heating, air drying range for various industries, institutions and farmers using process heating or boiler feed heating. REPL is also an ISO 9001:2008-certified company.

The previous detailed rating rationale is available on the following link: [Click here](#)

Key financial indicators (Audited)

	FY 2018	FY 2019
Operating Income (Rs. crore)	15.8	12.0
PAT (Rs. crore)	0.5	0.4
OPBDIT/OI (%)	3.4%	5.4%
RoCE (%)	29.0%	20.7%
Total Outside Liabilities/Tangible Net Worth (times)	1.4	2.0
Total Debt/OPBDIT (times)	2.4	2.9
Interest Coverage (times)	7.8	3.6
DSCR	7.9	3.1

Source: Renxsol Ecotech Private Limited

Status of non-cooperation with previous CRA

Not applicable

Any other information

Not applicable

Rating history for past three years

S No	Name of Instrument	Current Rating (FY2020)				Rating History for the Past 3 years		
		Type	Rated amount	Amount outstanding	Month-year & Rating	Month- year and Rating in		
			(Rs. crore)		January 28, 2020	FY2019	FY2018	FY2017
1	Term Loan	Long-term	1.00	-	[ICRA]B+ (Stable); ISSUER NOT COOPERATING*	[ICRA]B+ (Stable)	-	[ICRA]B (Stable)
2	Overdraft Facility	Long-term	0.75	-	[ICRA]B+ (Stable); ISSUER NOT COOPERATING*	[ICRA]B+ (Stable)	-	[ICRA]B (Stable)
3	Letter of Credit	short term	4.30	-	[ICRA]A4;ISSUER NOT COOPERATING*	[ICRA]A4	-	[ICRA]A4
4	Unallocated	Long-term/short term	0.17	-	[ICRA]B+ (Stable)/ [ICRA]A4;ISSUER NOT COOPERATING*	[ICRA]B+ (Stable)/ [ICRA]A4	-	[ICRA]B (Stable)/ [ICRA]A4

*Issuer did not co-operate; based on best available information; All figures in Rs. Crore

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