

April 12, 2023

Reliance Power Limited: Ratings continue to be under Issuer Not Co-operating category

Summary of rating action

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-convertible debenture (NCD)	795.00	795.00	[ICRA]D ISSUER NOT COOPERATING*, rating continues to remain under Issuer Not Co-operating category
Long-term, fund-based term loans	1200.00	1200.00	[ICRA]D ISSUER NOT COOPERATING*, rating continues to remain under Issuer Not Co-operating category
Long-term, fund-based cash credit	49.00	49.00	[ICRA]D ISSUER NOT COOPERATING*, rating continues to remain under Issuer Not Co-operating category
Long/Short-term, non-fund based letter of credit	245.00	245.00	[ICRA]D/[ICRA]D ISSUER NOT COOPERATING*, rating continues to remain under Issuer Not Co-operating category
Total	2289.00	2289.00	

*Issuer did not cooperate; based on best available information.

[^]Instrument details are provided in Annexure-I

Rationale

ICRA has retained the rating for the borrowings of Reliance Power Limited in the Issuer Not Co-operating category. The rating is denoted as [ICRA]D/[ICRA]D; ISSUER NOT COOPERATING. ICRA had earlier placed the rating on ISSUER NOT COOPERATING due to NDS non-submission. The company has now submitted the debt servicing declaration for the period January 2023 to March 2023, confirming delays in the servicing of its debt obligations. However, the company remains non-cooperative on fee.

The rating is based on the limited cooperation from the entity since the time it was rated in November 2020. As a part of its process and in accordance with its rating agreement with Reliance Power Limited (R-Power), ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due. Despite repeated requests by ICRA, the entity's management has remained non-cooperative. In the absence of requisite cooperation and in line with SEBI's Circular No. SEBI/HO/MIRSD4/CIR/2016/119, dated November 01, 2016, the company's rating continues to be in the Issuer Not Co-operating category on fee.

The rating factors in the continuing delays in debt servicing by R-Power to the lenders. R-Power is engaged with its lenders for the resolution of its debt issues. 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](#).

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Rating Methodology for Thermal Power Producers Policy on Default Recognition Policy in respect of non-cooperation by the rated entity
Parent/Group support	Not applicable
Consolidation/Standalone	The ratings are based on the consolidated financial profile of R-Power and its subsidiaries as mentioned in Annexure 2

About the company

R-Power, a part of the Reliance Group, promoted by Mr. Anil D Ambani, is the primary vehicle for investments in the power generation sector. The company came out with an IPO in February 2008 and raised Rs. 11,560 crore for funding the equity contribution for some of the identified projects. As on date, the company's generation capacity stood at 5,945 MW, including 5,760 MW of thermal capacity and 185 MW of renewable energy-based capacity. Its operational projects include the Rosa project at Shahajahnapur, Uttar Pradesh (1,200 MW); Butibori project in Nagpur, Maharashtra (600 MW), UMPP at Sasan (3,960 MW); solar PV project at Dhursar, Rajasthan (40 MW); concentrated solar power project at Pokhran, Rajasthan (100 MW); and a wind project at Vashpet, Maharashtra (45 MW).

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Amount rated (Rs. crore)	Current rating (FY2024)		Chronology of rating history for the past 3 years				
			Amount outstanding as on Sep 30, 2022 (Rs. crore)	Date & rating in FY2024	Date & rating in FY2023			Date & rating in FY2022	Date & rating in FY2021
				Apr 12, 2023	Mar 28, 2023	Nov 29, 2022	Nov 30, 2021	Nov 30, 2020	
1 Non-fund based limit (B/G and L/C)	Long/Short-Term	245		[ICRA]D / [ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D / [ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D / [ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D / [ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D / [ICRA]D ISSUER NOT CO-OPERATING	
2 Term loans	Long-Term	1200	625	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	
3 Fund-based limits	Long-Term	49		[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	
4 Non-fund based limits	Short-Term	-		-	-	-	-	-	
5 Commercial paper/Short term debt programme//non-convertible debentures^	Short-Term	-		-	-	-	-	-	
6 Non-convertible debentures	Long-Term	795	545	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	[ICRA]D ISSUER NOT CO-OPERATING	

Complexity level of the rated instruments

Instrument	Complexity Indicator
Non-fund based (letter of credit/bank guarantee)	Very Simple
Term loans	Simple
Long term – Fund-based limits	Simple
Non-convertible debentures	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
INE614G07063	NCD	28-Mar-2018	12.18%	28-Mar-2025	545.00	[ICRA]D; ISSUER NOT CO-OPERATING
INE614G07071	NCD	10-Jul-2017	8.00%	30-Jun-2035	250.00	[ICRA]D; ISSUER NOT CO-OPERATING
NA	Term loans	FY2014	-	FY2030	1200.00	[ICRA]D; ISSUER NOT CO-OPERATING
NA	Cash credit		-	-	49.00	[ICRA]D; ISSUER NOT CO-OPERATING
NA	Bank guarantee/ Letter of credit		-		245.00	[ICRA]D/[ICRA]D; ISSUER NOT CO-OPERATING

Source: Company

Annexure II: List of entities considered for consolidated analysis

Company Name	Ownership	Consolidation Approach
Vidarbha Industries Power Limited	100%	Fully consolidated
Rosa Power Supply Company Limited	70%	Fully consolidated
Sasan Power Limited	100%	Fully consolidated
Coastal Andhra Power Limited	100%	Fully consolidated
Maharashtra Energy Generation Limited	100%	Fully consolidated
Chitrangi Power Private Limited	100%	Fully consolidated
Reliance Geothermal Power Private Limited	75%	Fully consolidated
Siyom Hydro Power Private Limited	100%	Fully consolidated
Tato Hydro Power Private Limited	100%	Fully consolidated
Kalai Power Private Limited	100%	Fully consolidated
Urthing Sobla Hydro Power Private Limited	89%	Fully consolidated
Reliance Coal Resources Private Limited	100%	Fully consolidated
Reliance CleanGen Limited	100%	Fully consolidated
Moher Power Limited	100%	Fully consolidated
Samalkot Power Limited	100%	Fully consolidated
Reliance Solar Resources Power Private Limited	100%	Fully consolidated
Reliance Chittagong Power Company Limited	100%	Fully consolidated
Reliance Wind Power Private Limited	100%	Fully consolidated
Reliance Green Power Private Limited	100%	Fully consolidated
Rajasthan Sun Technique Energy Private Limited	100%	Fully consolidated
Coastal Andhra Power Infrastructure Limited	100%	Fully consolidated
Reliance Prima Limited	100%	Fully consolidated
Atos Trading Private Limited	100%	Fully consolidated
Atos Mercantile Private Limited	100%	Fully consolidated

Company Name	Ownership	Consolidation Approach
Reliance Natural Resources Limited	100%	Fully consolidated
Dhursar Solar Power Private Limited	100%	Fully consolidated
Reliance Natural Resources (Singapore) Pte Ltd.	100%	Fully consolidated
Teling Hydro Power Private Limited	100%	Fully consolidated
Shangling Hydro Power Private Limited	100%	Fully consolidated
Reliance Power Netherlands BV	100%	Fully consolidated
PT Heramba Coal Resources	100%	Fully consolidated
PT Avaneesh Coal Resources	100%	Fully consolidated
PT Brayan Bintang Tiga Energi	100%	Fully consolidated
PT Sriwijaya Bintang Tiga Energi	100%	Fully consolidated
PT Sumukha Coal Services	99.6%	Fully consolidated
Reliance Power Holding FZC UAE	100%	Fully consolidated
RPL Sun Power Private Limited	50%	Part consolidation
RPL Photon Private Limited	50%	Part consolidation
RPL Sun Technique Private Limited	50%	Part consolidation

Source: Company

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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.

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

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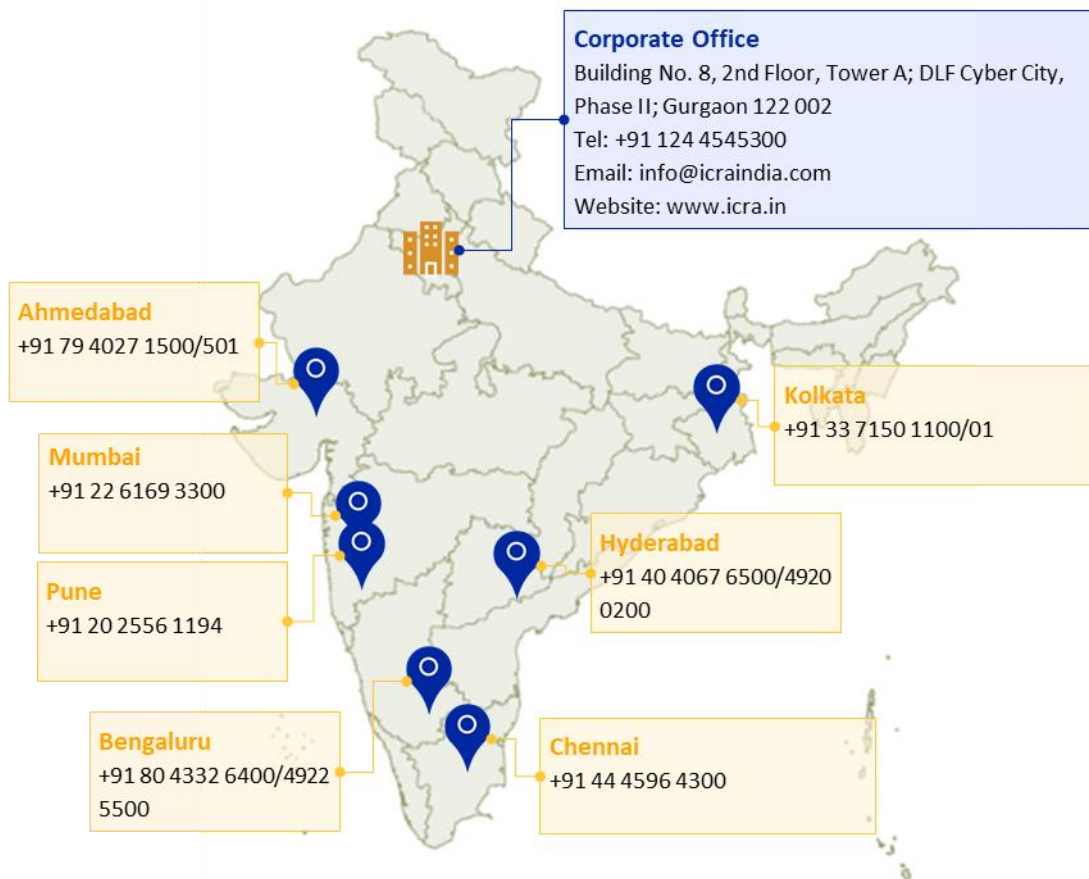
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