

KKV Agro Powers Limited

April 04, 2019

Summary of rated instruments

Instrument [^]	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Term Loan	3.78	3.78	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*; withdrawn
Unallocated facility	3.22	3.22	[ICRA]BBB-(Stable) ISSUER NOT COOPERATING*; withdrawn
Total	7.00	7.00	

[^] Instrument details in Annexure – 1 *Issuer did not co-operate; based on best available information

Rationale

The long-term rating assigned to KKV Agro Powers Limited has been withdrawn in accordance with ICRA's policy on withdrawal and suspension, and at the request of the company, based on the no-objection certificate provided by its lenders.

Outlook: Stable

ICRA has withdrawn the Stable outlook on the long-term rating.

Key rating drivers

Not Applicable

Analytical Approach:

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

About the company:

KKV Agro Power Limited was incorporated in June 2012 as Nachas Wind Energy Private Limited to develop and operate power generating assets, particularly in the renewable energy space. The company was reconstituted to its present form in May 2015. The company is promoted by Mr. T. K. Chandiran and Ms. C Selvi. Mr. Chandiran is also the promoter of The KTM Jewellery Limited, a Chennai Silks Group company. KKV Agro currently operates seven wind power generating assets with a combined capacity of 6.00 MW located at Tirunelveli and Coimbatore districts in Tamil Nadu. The company also operates a 1.00 MW Photo-Voltaic (PV) plant at Tirupur district in Tamil Nadu. Power generated from these assets are sold to group captive customers KTMJ, Space Textiles Private Limited (STPL) and SKM Animal Feeds and Foods (India) Limited (SKM)

Key financial indicators (Audited)

	FY2017	FY2018
Operating Income (Rs. crore)	6.2	7.5
PAT (Rs. crore)	0.2	0.2
OPBDIT/ OI (%)	49.7%	56.4%
RoCE (%)	15.8%	15.7%
Total Debt/ TNW (times)	0.3	0.1
Total Debt/ OPBDIT (times)	1.5	0.4
Interest Coverage (times)	19.1	18.8
NWC/ OI (%)	38.5%	-26.8%

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) as on Mar 31, 2018	Date & Rating	Date & Rating	Date & Rating in FY2018	Date & Rating in FY2017	Date & Rating in FY2016
1 Term Loan	Long Term	3.78	0.00	Apr 2019 [ICRA]BBB- (Stable) ISSUER NOT COOPERATING ^; Withdrawn	Feb 2019 [ICRA]BBB- (Stable) ISSUER NOT COOPERATING ^	Nov 2017 [ICRA]BBB- (Stable) ISSUER NOT COOPERATING ^ on non-submission of NDS*	Jun 2016 [ICRA]BBB- (Stable)	Mar 2016 -
2 Unallocated facility	Long Term	3.22		[ICRA]BBB- (Stable) ISSUER NOT COOPERATING ^; Withdrawn	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING ^	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING ^ on non-submission of NDS*	[ICRA]BBB- (Stable)	-

*No Default Statement; ^ISSUER NOT COOPERATING

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 Loan	-	-	Sep-17	3.78	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING; withdrawn
-	Unallocated facility	-	-	-	3.22	[ICRA]BBB- (Stable) ISSUER NOT COOPERATING; withdrawn

Source: KKV Agro Powers Limited

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