

## BTW Atlanta Transformers India Private Limited

November 17, 2022

### Ratings

Facilities/Instruments	Amount (Rs crore)	Rating <sup>1</sup>	Rating Action
Long Term / Short Term Bank Facilities	75.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING* (Single B; Outlook: Stable/ A Four; ISSUER NOT COOPERATING*)	Rating continues to remain under ISSUER NOT COOPERATING category
<b>Total Bank Facilities</b>	<b>75.00</b> <b>(Rs Seventy-Five Crore Only)</b>		

Details of instruments/facilities in Annexure-1

\*Issuer did not cooperate; Based on best available information

### Detailed Rationale & Key Rating Drivers

CARE Ratings Ltd. had, vide its press release dated September 09, 2021, placed the rating(s) of BTW Atlanta Transformers India Private Limited (BATIPL) under the 'issuer non-cooperating' category as BATIPL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. BATIPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated July 26, 2022, August 05, 2022, August 15, 2022.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'s opinion is not sufficient to arrive at a fair rating.

**Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).**

### Detailed description of the key rating drivers

Please refer to PR dated [September 09, 2021](#)

**Analytical approach:** Standalone with group support. BTW China has funded the major establishment cost of BTW India through equity infusion, aggregating to Rs. 202.50 crore as on March 31, 2018. It is an extended manufacturing arm of BTW China in the domestic market. Hence, standalone financials of BTW India, along with parent-subsidiary linkages, has been considered for analysis.

### Applicable Criteria

[Policy in respect of Non-cooperation by issuer](#)

[Policy on default recognition](#)

[Criteria on assigning outlook and credit watch](#)

### About the Company

BTW India (CIN: U31102GJ2012PTC069372) was incorporated in March 2012, as a Joint Venture between BTW China, and Atlanta Electricals Private Limited, India (AEP). Subsequently, during FY17, AEP transferred its holding in BTW India to one of the group companies of Atlanta group, viz. Atlanta UHV Transformers LLP. BTW India is primarily set up as an Indian manufacturing base of BTW group of China to manufacture distribution transformers and reactors up to 1200 KVA to cater to the domestic market. The company has its manufacturing facility at Vadodara, Gujarat with an installed capacity of 15,000 MVA. BTW India concluded the project and started commercial production in November 2017.

BTW China is promoted by Beijing-based China South Industries Group Corporation; a Government of China entity. BTW China is engaged in manufacturing and distribution of power transmission products including power transformers, distribution transformers, traction transformers and reactors. Apart from above, BTW China also manufactures energy products including wind power equipment sets, wind power turbines, multi-crystalline silicon products and thin-film solar batteries.

<sup>1</sup>Complete definition of the ratings assigned are available at [www.careedge.in](http://www.careedge.in) and other CARE Ratings Ltd.'s publications

Brief Financials (Rs. crore)	FY20 (A)	FY21 (A)	FY22 (A)	H1FY23 (Prov.)
Total operating income	28.88	27.78	NA	NA
PBILDT	-19.62	-10.44	NA	NA
PAT	-37.02	-19.87	NA	NA
Overall gearing (times)	0.23	0.00	NA	NA
Interest coverage (times)	NM	NM	NA	NA

A: Audited; Prov.: Provisional; NA: Not Available; NM: Not Meaningful

**Status of non-cooperation with previous CRA:** Not Applicable

**Any other information:** Not Applicable

**Rating History for last three years:** Please refer Annexure-2

**Covenants of rated instrument/facility:** Annexure-3

**Complexity level of various instruments rated for this company:** Annexure-4

#### Annexure-1: Details of Instruments/Facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs crore)	Rating Assigned along with Rating Outlook
Fund-based - LT/ ST-Working Capital Demand loan		-	-	-	40.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*
Non-fund-based - LT/ ST-BG/LC		-	-	-	35.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*

\*Issuer did not cooperate; Based on best available information

#### Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/ Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (Rs crore)	Rating	Date(s) and Rating(s) assigned in 2022-2023	Date(s) and Rating(s) assigned in 2021-2022	Date(s) and Rating(s) assigned in 2020-2021	Date(s) and Rating(s) assigned in 2019-2020
1	Fund-based - LT/ ST-Working Capital Demand loan	LT/ST**	40.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE B; Stable / CARE A4; ISSUER NOT COOPERATING* (09-Sep-21)	1)CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING* (31-Aug-20)	1)CARE BB; Stable / CARE A4 (03-Jun-19)
2	Non-fund-based - LT/ ST-BG/LC	LT/ST**	35.00	CARE B; Stable / CARE A4; ISSUER NOT COOPERATING*	-	1)CARE B; Stable / CARE A4; ISSUER NOT COOPERATING* (09-Sep-21)	1)CARE BB-; Stable / CARE A4; ISSUER NOT COOPERATING* (31-Aug-20)	1)CARE BB; Stable / CARE A4 (03-Jun-19)

\*Issuer did not cooperate; Based on best available information; \*\*LT/ST: Long Term/ Short Term

**Annexure 3: Detailed explanation of the covenants of the rated instruments/facilities:** Not Applicable

**Annexure 4: Complexity level of various instruments rated for this company**

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT/ ST-Working Capital Demand loan	Simple
2	Non-fund-based - LT/ ST-BG/LC	Simple

**Annexure 5: Bank Lender Details for this company**

To view the lender wise details of bank facilities please [click here](#)

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to [care@careedge.in](mailto:care@careedge.in) for any clarifications.

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**About CARE Ratings Limited:**

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With an established track record of rating companies over almost three decades, we follow a robust and transparent rating process that leverages our domain and analytical expertise backed by the methodologies congruent with the international best practices. CARE Ratings Limited has had a pivotal role to play in developing bank debt and capital market instruments including CPs, corporate bonds and debentures, and structured credit.

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**\*\*For detailed Rationale Report and subscription information, please contact us at [www.careedge.in](http://www.careedge.in)**