

## Jath Wind Energy Private Limited

November 18, 2022

### Ratings

Facilities/Instruments	Amount (₹ crore)	Rating <sup>1</sup>	Rating Action
Long Term Bank Facilities	123.68	CARE D (Single D)	Revised from CARE BB; Stable (Double B; Outlook: Stable)
<b>Total Bank Facilities</b>	<b>123.68</b> <b>(₹ One Hundred Twenty-Three Crore and Sixty-Eight Lakhs Only)</b>		

Details of instruments/facilities in Annexure-1.

### Detailed rationale and key rating drivers

The revision in rating assigned to the bank facilities of Jath Wind Energy Private Limited is on account of delays in interest servicing towards term loans that are rated by CARE.

### Rating sensitivities

#### Positive factors – Factors that could lead to positive rating action/upgrade:

Company's ability to meet the curing period guidelines as stipulated by SEBI by demonstrating a delay free track record.

### Detailed description of the key rating drivers

#### Key rating weaknesses

**Delays in Debt Servicing obligations:** As per audit report for FY22, the auditor has mentioned delays towards additional interest payments and the company has not cleared the same.

**Continued losses in FY22:** The company continues to report losses in FY22

#### Liquidity: Poor

Liquidity is poor marked by elongated collection period and tight cash flows.

### Analytical approach: Standalone

### Applicable criteria

[Policy on default recognition](#)

[Financial Ratios – Non financial Sector](#)

[Liquidity Analysis of Non-financial sector entities](#)

[Rating Outlook and Credit Watch](#)

[Rating Methodology-Power Generation Projects](#)

[Rating Methodology - Wind Power Projects](#)

### About the company

Jath Wind Energy Private Limited (JWEPL) is special purpose vehicle (SPVs), incorporated in October 2013, for setting up a 30 MW Power project in Jath, Sangli District in the State of Maharashtra. The company is promoted by Hyderabad based NSL Group through NSL Renewable Power Private Limited (NRPPL) which is the holding company for all renewable energy power projects of NSL Group. JWEPL achieved commercial operations of Wind Turbine Generators (WTGs) in March 2014. The company has entered into medium term PPA for a period of 13 years with MSEDCL for its entire 30MW capacity.

<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 (₹ crore)	March 31, 2020 (A)	March 31, 2021 (A)	March 31, 2022(A)	6MFY23(UA)
Total operating income	29.35	19.75	18.57	NA
PBILDT	25.26	14.48	13.86	NA
PAT	2.82	-8.57	24.78	NA
Overall gearing (times)	-1.37	-1.42	-1.011	NA
Interest coverage (times)	1.49	0.88	0.76	NA

A: Audited Na: Not available UA: Unaudited

**Status of non-cooperation with previous CRA:** Nil

**Any other information:** Nil

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

**Covenants of the rated instruments/facilities:** Detailed explanation of covenants of the rated instruments/facilities is given in 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 (DD-MM-YYYY)	Coupon Rate (%)	Maturity Date (DD-MM-YYYY)	Size of the Issue (₹ crore)	Rating Assigned along with Rating Outlook
Fund-based - LT-Term Loan		-	-	30/09/2031	108.68	CARE D
Fund-based - LT-Working Capital Demand loan		-	-	-	15.00	CARE D

#### Annexure-2: Rating history for the last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (₹ 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-Term Loan	LT	108.68	CARE D	-	1)CARE BB; Stable (17-Dec-21)	1)CARE BB+; Stable (21-Sep-20)	1)CARE BB; Positive (01-Aug-19)
2	Fund-based - LT-Working Capital Demand loan	LT	15.00	CARE D	-	1)CARE BB; Stable (17-Dec-21)	1)CARE BB+; Stable (21-Sep-20)	1)CARE BB; Positive (01-Aug-19)

\*Long term/Short term.

**Annexure-3: Detailed explanation of the covenants of the rated instruments/facilities:** NA

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

Sr. No.	Name of Instrument	Complexity Level
1	Fund-based - LT-Term Loan	Simple
2	Fund-based - LT-Working Capital Demand loan	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 instruments:** CARE Ratings 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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