

IMP Powers Limited

June 20, 2023

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	284.76	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category
Short Term Bank Facilities	98.30	CARE D; ISSUER NOT COOPERATING*	Rating continues to remain under ISSUER NOT COOPERATING category

Details of instruments/facilities in Annexure-1.

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

Rationale and key rating drivers

CARE Ratings Ltd. had, vide its press release dated May 30, 2022, placed the rating(s) of IMP Powers Limited (IPL) under the 'issuer non-cooperating' category as IMP Powers Limited had failed to provide information for monitoring of the rating as agreed to in its Rating Agreement. IPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, dated June 07, 2023 and June 06, 2023. 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).

The ratings consider numerous instances of delays in debt servicing due to poor liquidity position.

Analytical approach: Standalone

Outlook: Not Applicable

Detailed description of the key rating drivers:

Key weaknesses

On-going delay in debt servicing

As per the interaction with the banker there are on going delays in debt servicing and the account is classified as NPA due to stretched liquidity.

Liquidity: Poor

IPL has poor liquidity position denoted by continued delay in repayment, elongated operating cycle and negative gross cash accruals.

Applicable criteria

[Policy on default recognition](#)

[CARE Rating's criteria on information adequacy risk and issuer non-cooperation](#)

[Criteria on assigning Outlook to Credit Ratings](#)

[Criteria for short term instruments](#)

[Rating Methodology - Manufacturing Companies](#)

[Financial ratios – Non-Financial Sector](#)

About the company and industry

Industry classification

Macro Economic Indicator	Sector	Industry	Basic Industry
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¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

Utilities	Power	Power	Power - Transmission
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Incorporated in 1961 and promoted by Mr. Ramnivas R. Dhoot, IMP Powers Ltd. (IPL) is engaged in the manufacturing of an entire range of transformers. The company has its manufacturing facility at Silvassa, for manufacturing of transformers ranging from 1 MVA to 315 MVA, up to 400 kV Class with an installed capacity of 16,000 MVA (Mega Volt-Ampere) as on March 31, 2020. IPL incorporated a subsidiary company 'IMP Energy Limited' (IEL) in August 2012. IEL is engaged in complete EPC work of small hydro power (SHP) business. The Company sets up small hydro power plants of up to 5 MW capacity and does the entire EPC work.

Brief Financials (₹ crore)	March 31, 2022 (A)	March 31, 2023 (A)
Total operating income	66.74	28.40
PBILDT	-141.12	-45.38
PAT	-222.91	-51.96
Overall gearing (times)	-1.19	-1.00
Interest coverage (times)	-18.31	-148.67

A: Audited UA: Unaudited; Note: 'the above results are latest financial results available'

Status of non-cooperation with previous CRA: Nil

Any other information: Not Applicable

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

Covenants of rated instrument / facility: Detailed explanation of covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of various instruments rated: Annexure-4

Lender details: Annexure-5

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-Cash Credit		-	-	-	103.64	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - LT-Bank Guarantee		-	-	-	147.12	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit		-	-	-	40.00	CARE D; ISSUER NOT COOPERATING*
Non-fund-based - ST-Letter of credit		-	-	-	58.30	CARE D; ISSUER NOT COOPERATING*

Term Loan-Long Term		-	-	Oct 2023	34.00	CARE D; ISSUER NOT COOPERATING*
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*Issuer did not cooperate; based on best available information.

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 2023-2024	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
1	Term Loan-Long Term	LT	34.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (30-May-22)	1)CARE D; ISSUER NOT COOPERATING* (06-Apr-21)	1)CARE D (28-Aug-20) 2)CARE D; ISSUER NOT COOPERATING* (03-Apr-20)
2	Non-fund-based - ST-Letter of credit	ST	58.30	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (30-May-22)	1)CARE D; ISSUER NOT COOPERATING* (06-Apr-21)	1)CARE D (28-Aug-20) 2)CARE D; ISSUER NOT COOPERATING* (03-Apr-20)
3	Fund-based - LT-Cash Credit	LT	103.64	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (30-May-22)	1)CARE D; ISSUER NOT COOPERATING* (06-Apr-21)	1)CARE D (28-Aug-20) 2)CARE D; ISSUER NOT COOPERATING* (03-Apr-20)
4	Non-fund-based - LT-Bank Guarantee	LT	147.12	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (30-May-22)	1)CARE D; ISSUER NOT COOPERATING* (06-Apr-21)	1)CARE D (28-Aug-20) 2)CARE D; ISSUER NOT COOPERATING* (03-Apr-20)
5	Non-fund-based - ST-Letter of credit	ST	40.00	CARE D; ISSUER NOT COOPERATING*	-	1)CARE D; ISSUER NOT COOPERATING* (30-May-22)	1)CARE D; ISSUER NOT COOPERATING* (06-Apr-21)	1)CARE D (28-Aug-20) 2)CARE D; ISSUER NOT COOPERATING* (03-Apr-20)

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

*Long term/Short term.

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

Annexure-4: Complexity level of the various instruments rated

Sr. No.	Name of the Instrument	Complexity Level
1	Fund-based - LT-Cash Credit	Simple
2	Non-fund-based - LT-Bank Guarantee	Simple
3	Non-fund-based - ST-Letter of credit	Simple
4	Term Loan-Long Term	Simple

Annexure-5: Lender details

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

Note on the 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 for any clarifications.

Contact us

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About us:

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