

Gensol Engineering Limited

March 03, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	639.70	CARE D	Downgraded from CARE BB+; Stable
Long Term / Short Term Bank Facilities	76.30	CARE D / CARE D	Downgraded from CARE BB+; Stable / CARE A4+

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

CARE Ratings Limited has revised the ratings assigned to the bank facilities of Gensol Engineering Limited (GEL) on account of on-going delays in the servicing of term loan obligation as per feedback from its lenders. The rating action is in line with CARE's policy on default recognition.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors

- Timely servicing of debt obligations (i.e., principal and interest) for minimum 3 continuous months

Analytical approach: Consolidated

The company has operational synergies with its subsidiaries; hence, a consolidated approach has been considered. The list of entities getting consolidated is as per Annexure-6.

Outlook: Not applicable

Detailed description of key rating drivers:

Key weaknesses

Delays in debt servicing

As per feedback from GEL's lender, there have been delays in debt servicing by GEL along with pending over dues and SMA classification of the account.

Liquidity: Poor

GEL's liquidity remains poor as reflected by the ongoing delay in the debt servicing.

Applicable criteria

[Consolidation](#)

[Definition of Default](#)

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

[Rating Outlook and Rating Watch](#)

[Manufacturing Companies](#)

[Financial Ratios – Non financial Sector](#)

[Construction](#)

[Infrastructure Sector Ratings](#)

[Short Term Instruments](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Diversified	Diversified	Diversified	Diversified

Incorporated in 2012, Gensol Engineering Limited, the flagship company of Gensol Group, has a track record of more than a decade in the renewable power segment. GEL was initially incorporated as a private limited company and was later listed on BSE SME platform on October 11, 2019. Later in September 2023, GEL was also listed on NSE platform and in July 2023, the company got itself listed on BSE main platform.

Currently, GEL has presence in diverse business interests. GEL is engaged in providing EPC and Operations & maintenance (O&M) services for solar power projects. Further, GEL also derives revenue from its EV leasing business as a part of its agreement with

¹Complete definition of ratings assigned are available at www.careedge.in and other CARE Ratings Limited's publications.

Blu-Smart. Going forward, GEL expects revenue from its EV manufacturing division for which it is currently setting up an EV manufacturing plant at Pune.

Brief Financials – Consolidated (₹ crore)	March 31, 2023 (A)	March 31, 2024 (A)	9MFY25 (UA)
Total operating income	392.65	963.11	1053.02
PBILDT	58.46	229.83	243.64
PAT	24.79	53.46	67.48
Overall gearing (times)	2.10	4.32	NA
Interest coverage (times)	3.47	2.08	1.35

A: Audited UA: Unaudited; NA: Not Available; Note: these are latest available financial results

Status of non-cooperation with previous CRA: Not applicable

Any other information: Not applicable

Rating history for last three years: Annexure-2

Detailed explanation of covenants of rated instrument / facility: Annexure-3

Complexity level of 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 and Rating Outlook
Fund-based - LT-Cash Credit		-	-	-	15.00	CARE D
Fund-based - LT-Term Loan		-	-	31/07/2028	624.70	CARE D
Fund-based - LT/ ST-Cash Credit		-	-	-	51.30	CARE D / CARE D
Non-fund-based - LT/ ST-Bank Guarantee		-	-	-	25.00	CARE D / CARE D

Annexure-2: Rating history for 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 2024-2025	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
1	Fund-based - LT-Term Loan	LT	624.70	CARE D	1)CARE BB+; Stable (05-Apr-24)	-	1)CARE BB; Stable (13-Mar-23)	-
2	Fund-based - LT/ST-Cash Credit	LT/ST	51.30	CARE D / CARE D	1)CARE BB+; Stable / CARE A4+ (05-Apr-24)	-	1)CARE BB; Stable / CARE A4+ (13-Mar-23)	-
3	LT/ST Fund-based/Non-fund-based-CC/WCDL/OD/LC/BG	LT/ST	-	-	1)Withdrawn (05-Apr-24)	-	1)CARE BB; Stable / CARE A4+ (13-Mar-23)	-
4	Fund-based - LT-Cash Credit	LT	15.00	CARE D	1)CARE BB+; Stable (05-Apr-24)	-	-	-
5	Non-fund-based - LT/ ST-Bank Guarantee	LT/ST	25.00	CARE D / CARE D	1)CARE BB+; Stable / CARE A4+ (05-Apr-24)	-	-	-

LT: Long term; ST: Short term; LT/ST: Long term/Short term

Annexure-3: Detailed explanation of covenants of rated instruments/facilities: Not applicable**Annexure-4: Complexity level of instruments rated**

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

Annexure-5: Lender details

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

Annexure-6: List of entities consolidated

Sr No	Name of the entity	Extent of consolidation	Rationale for consolidation
1	Gensol Utilities Private Limited	Full	Subsidiary
2	Gensun Renewables Private Limited	Full	Subsidiary
3	Gensol Electric Vehicles Private Limited (GEVPL)	Full	Subsidiary
4	Gensol EV Lease Limited	Full	Subsidiary
5	Scorpius Trackers Private Limited	Full	Subsidiary
6	Green Energy Trading LLC (GETL)	Full	Subsidiary
7	Gensol Green Energy Private Limited	Full	Subsidiary
8	Gensol Clean Energy Private Limited	Full	Subsidiary
9	Gensol Components Private Limited	Full	Subsidiary
10	Scorpius Trackers Inc.	Full	Subsidiary
11	Gensol Renewables DW LLC	Full	Subsidiary
12	Gridstor Energy Private Limited	Full	Subsidiary
13	Shakti Sangini Energy Private Limited	Full	Subsidiary
14	Innogrid Energy Private Limited	Full	Subsidiary
15	Hari Shakti Energy Private Limited	Full	Subsidiary
16	Helion Solar Private Limited	Full	Subsidiary
17	Sustain Stor Energy Private Limited	Full	Subsidiary
18	Enershield Energy Private Limited	Full	Subsidiary

Note on complexity levels of rated instruments: CARE Ratings has classified instruments rated by it based on complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for clarifications.

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About us:

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