

ReNew Surya Pratap Private Limited (Revised)

September 17, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long-term bank facilities	369.64 (Reduced from 384.60)	CARE A; Stable	Upgraded from CARE A-; Stable

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

Upgrade in the rating assigned on bank facilities of ReNew Surya Pratap Private Limited (ReNew Surya Pratap), which is operating a 210 MW_{AC} / 285 MW_{DC} solar power plant in Rajasthan, is driven by satisfactory operational performance of the project over ~16 months since commissioning. The generation has remained in line with the design energy estimates, as reflected by direct current (DC) capacity utilisation factor (CUF) of ~19.5% in FY25 against DC P-90 estimate of 19.4%. Moreover, the company has successfully created debt service reserve account (DSRA) of ₹~23 crore, equivalent to 1-quarter of debt servicing, from project cashflows as stipulated in sanction terms.

The rating continues to factor in strong parentage, being a stepdown subsidiary of ReNew Solar Power Private Limited (RSPPL; rated CARE A+; Stable). RSPPL is a 100% subsidiary of ReNew Private Limited (RPL; rated CARE A+; Stable), which is the flagship company of ReNew group. RPL's stated support posture towards ReNew Surya Pratap is strong, as reflected by the presence of a sponsor undertaking, which will remain in force till term loan maturity. The rating also derives strength from the presence of a long-term (20 years) power purchase agreement (PPA) for the entire capacity with AEI New Energy Trading Private Limited (ANETPL, a subsidiary of Amazon, Inc.) at a tariff of ₹2.67 per unit (including environmental attributes at ₹0.10 per unit) and comfortable debt coverage metrics as reflected by average debt service coverage ratio (DSCR) being upwards of 1.20x for the external debt tenor. CARE Ratings Limited (CareEdge Ratings) takes note of the presence of adequate payment security in the form of buyer's credit support and higher-than-stipulated buyer's letter of credit (LC) from Amazon, Inc., that can be dipped in an event of default by the off-taker. This, and the presence of enabling clauses in the PPA, such as presence of termination penalties, act as necessary safeguards from the developer's point of view.

The rating is constrained due to leveraged capital structure as the project has been funded through a debt equity mix of 3:1. This is likely to lead to a full year total debt to earnings before interest, taxes, depreciation, and amortisation (TD/EBITDA) of 6.3-6.5x over FY26-FY27. The company also remains exposed to refinancing risk given the short-term tenure of five years for existing bank facilities, although the project's strong financial flexibility to roll over existing term loans is demonstrated by the estimated project life coverage ratio (PLCR) of 1.30x as on FY28 end. The project's cashflows are exposed to variations in interest rates, which are floating in nature and subject to quarterly reset. CareEdge Ratings also considers vulnerability of project cash flows to adverse variation in weather conditions, given that the PPA tariff is single part and fixed for full tenure of the debt instrument.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors

- Sustenance of actual generation level in line with the designed energy levels or improvement in cumulative DSCR to over 1.25x.
- Faster-than-expected deleveraging of the project.

Negative factors

- Significant underperformance in generation leading to moderation of cumulative DSCR falling below 1.10x on a sustained basis.
- Significant delay in receiving payments from the off-taker leading to elongation of receivable cycle on a sustained basis
- Weakening of the credit profile of the parent, RSPPL, or change in linkages/support philosophy between the parent and ReNew Surya Pratap.

Analytical approach: Standalone, factoring in parent support

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

CareEdge Ratings expects ReNew Surya Pratap's parent, RSPPL, to be willing to extend financial support to ReNew Surya Pratap, should there be a need, given the high strategic importance that ReNew Surya Pratap has for RSPPL.

Outlook: Stable

The stable outlook on the CARE A rating of ReNew Surya Pratap reflects CareEdge Ratings' opinion that the entity would benefit from its long-term PPA with a strong counterparty. Expectation of satisfactory generation and collection performance supports the outlook.

Detailed description of key rating drivers:**Key strengths****ReNew Surya Pratap benefits from being part of ReNew Group backed by reputed global investors**

ReNew Surya Pratap is a wholly owned step-down subsidiary of RSPPL, which is a 100% subsidiary of RPL. RPL is the group's flagship company and a 100% subsidiary of ReNew Energy Global Plc. (REG), which is listed on NASDAQ. The group has over a decade of experience in developing and operating renewable energy projects and is one of the leading renewable energy developers in India having an operating capacity of 11.2 GW, a committed capacity of 7.3 GW (PPAs are signed) as on March 31, 2025. In the past, the group has secured investments from multiple private equity, financial institutions, and pension funds among others, signifying its healthy financial flexibility.

ReNew Group's stated posture towards ReNew Surya Pratap is strong, as exhibited by the presence of a sponsor undertaking from RPL, which will remain in force till the maturity of the term loan.

Long-term revenue visibility considering PPA with ANETPL

ReNew Surya Pratap entered a long-term (20 years) PPA with ANETPL at a fixed tariff of ₹2.67 per unit (including environmental attributes) for the entire PPA tenor till March 2044. Presence of a strong counterparty such as ANETPL is expected to lead to timely realisation of payments under the PPA.

PPA is characterised by presence of adequate payment security in the form of buyer's credit support and LC from Amazon, Inc. that can be dipped, in an event of default by the off-taker. This, and the presence of enabling clauses in the PPA such as termination penalties act as necessary safeguards from the developer's point of view.

Operational track record of ~16 months with generation performance in line with design estimates

Of the total 210 MW_{AC} of capacity, 200 MW_{AC} was commissioned in a phased manner with commercial operations date (COD) achieved for 197 MW_{AC} capacity on April 02, 2024, followed by 3 MW_{AC} on May 31, 2024, and thus, has an operational track record of ~17 months as on August 2025 end. Since ReNew Surya Pratap has a Deemed Gross Network Access (GNA) approval for 200 MW_{AC} in the name of RSVPL, the balance 10 MW_{AC} is considered surplus to the power evacuation arrangement. However, utilisation will remain below the available transmission connectivity of 200 MW_{AC}, as is the case with typical solar projects.

The plant's generation performance has met the designed energy levels with actual DC CUF of 19.5% in FY25 being in line with DC P-90 estimate of 19.4%. Generation performance in current fiscal year has remained stable as the company has achieved DC CUF of 20.8% in 4M-FY26 against 20.9% in 4M-FY25.

Payments for invoices against generation months of FY25 were being settled in 80-90 days as ANETPL resorted to adjusting invoices against the Buyer's LC, which was furnished to the extent of ~40x average monthly billing against 1.1x as stipulated in PPA terms, leading to elongated reconciliation cycle among ReNew Surya Pratap, ANETPL, and the LC issuing bank. However, payments are being settled in 50-60 days due to streamlining in the reconciliation process. CareEdge Ratings deems payment behaviour of the off-taker to be strong despite apparent delays, as payments are being settled from a surplus payment security.

Comfortable debt protection metrics with stipulated DSRA in place

ReNew Surya Pratap has comfortable debt-protection metrics as reflected by average DSCR being upwards of 1.20x for the tenure of the rated facilities. ReNew Surya Pratap has created 1-quarter DSRA from project cashflows per sanction terms, which gives comfort from a credit perspective.

Key weaknesses

Leveraged capital structure and exposure to adverse movements in interest rate

The rating is constrained due to leveraged capital structure as the project is funded through a debt-equity mix of 3:1. This is likely to lead to a full year TD/EBITDA multiple of 6.3-6.5x over FY26-FY27. The company remains exposed to variations in interest rates, which are floating in nature and subject to quarterly reset.

Exposure to refinance risk, however mitigated by satisfactory debt coverage indicators

ReNew Surya Pratap is exposed to refinancing risk given the short-term tenure of five years for the existing bank facilities. However, the project is likely to have strong financial flexibility to roll over the existing term loans, which is demonstrated by estimated project life coverage ratio (PLCR) of 1.30x as on FY28 end.

Vulnerability of cash flows to variation in weather conditions

As tariffs are one part in nature, the company may book lesser revenues from non-generation of power due to variation in weather conditions and/or equipment quality. This would affect its cash flows and debt servicing ability.

Liquidity: Adequate

ReNew Surya Pratap had a free cash balance of ₹52.3 crore as of June 30, 2025, apart from encumbered cash balance of ₹23 crore being maintained as DSRA equivalent to 1-quarter of debt servicing per sanction terms. Per CareEdge Ratings' base case, the company is expected to generate adjusted gross cash accruals (GCA) of ₹44-45 crore for FY26-FY27 against annual repayment of ₹20-23 crore for the period.

Applicable criteria

[Definition of Default](#)

[Factoring Linkages Parent Sub JV Group](#)

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

[Rating Outlook and Rating Watch](#)

[Financial Ratios – Non financial Sector](#)

[Infrastructure Sector Ratings](#)

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About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Utilities	Power	Power	Power generation

Incorporated on July 04, 2020, ReNew Surya Pratap is a special purpose vehicle (SPV) promoted by RSPPL, which is a 100% subsidiary of RSPPL, which is further a 100% subsidiary of RPL. ReNew Surya Pratap is operating a 210 MW_{AC} / 284.45 MW_{DC} solar power plant in Rajasthan. ReNew Surya Pratap has entered a long-term PPA of 20 years with ANETPL at a fixed tariff of ₹2.67 per unit (including environmental attributes).

Brief Financials (₹ crore)	March 31, 2025 (UA)
Total operating income	128.33
PBILDT	114.75
PAT	-12.76
Overall gearing (times)	2.82
Interest coverage (times)	1.54

A: Audited UA: Unaudited; 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
Term Loan-Long Term		-	-	29-09-2028	369.64	CARE A; Stable

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 2025-2026	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
1	Term Loan-Long Term	LT	369.64	CARE A; Stable	-	1)CARE A-; Stable (18-Jun-24)	-	-

LT: Long 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	Term Loan-Long Term	Simple

Annexure-5: Lender details

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

Note on complexity levels of rated instruments: CareEdge 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.

Contact us

<p>Media Contact</p> <p>Mradul Mishra Director CARE Ratings Limited Phone: +91-22-6754 3596 E-mail: mradul.mishra@careedge.in</p> <p>Relationship Contact</p> <p>Saikat Roy Senior Director CARE Ratings Limited Phone: 912267543404 E-mail: saikat.roy@careedge.in</p>	<p>Analytical Contacts</p> <p>Jatin Arya Director CARE Ratings Limited Phone: 91-120-4452021 E-mail: Jatin.Arya@careedge.in</p> <p>Mayuresh Karavade Assistant Director CARE Ratings Limited Phone: 91-22-68374468 E-mail: Mayuresh.karavade@careedge.in</p> <p>Md Rizwan Ahmad Lead Analyst CARE Ratings Limited E-mail: Rizwan.Ahmad@careedge.in</p>
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