

Hypkrt Power Private Limited

September 01, 2025

Facilities/Instruments	Amount (₹ crore)	Rating ¹	Rating Action
Long Term Bank Facilities	21.76 (Reduced from 23.32)	CARE BB; Stable	Upgraded from CARE BB-; Stable

Details of instruments/facilities in Annexure-1.

Rationale and key rating drivers

The revision in the rating assigned to the bank facilities of Hypkrt Power Private Limited (HPPL) factors in the expanded capacity and improved generation levels with the successful commencement of third plant in January 2025. The ratings are continued to be constrained by the leveraged capital structure, and limited experience of the promoters in the solar power segment. However, the rating draws strength from the revenue visibility with medium term PPAs for existing capacity, diversified customer profile with timely collections and the company's recent diversification into solar EPC contracts.

Rating sensitivities: Factors likely to lead to rating actions

Positive factors:

- Consistent generation at or above 22% PLF, with a healthy receivable cycle of under 10 days.

Negative factors:

- Reduction in generation by more than 5% than FY25 PLF levels.
- Any termination of PPA agreement or inability of the company to tie-up customers for sale of power leading to stretched liquidity.

Analytical approach: Standalone

Outlook: Stable

CareEdge Ratings believes that company would sustain its operational performance in the medium term on the back of existing Power Purchase agreements (PPAs) and order book.

Detailed description of key rating drivers:

Key weaknesses

Leverage capital structure

Company's capital structure is leveraged, with overall gearing at 4.18x as of March 31, 2025 (PY: 1.30x). Moderation in leverage levels were due to the project debt of Rs 15 crores availed in July 2024 for the third plant which commissioned in January 2025. Debt coverage indicators also remained moderate marked by interest coverage ratio of 1.76x and Total debt/Gross cash accruals of 15.31x in FY25. No further debt-funded expansion is planned, and improved accruals are expected to gradually strengthen credit metrics.

Climatic risks and asset degradation impact PLF and stability

Company current cash flow is directly linked to the quantity of power generation, which in turn depends on sustaining optimum PLF levels. Achieving and maintaining adequate PLF is subject to several factors, including solar radiation, weather variability, and the natural degradation of solar modules over time. Seasonal factors—particularly monsoon

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

and winter months can significantly reduce generation, affect revenues and cash flows, and weakening debt coverage metrics.

Limited experience in solar power segment

The company is promoted by Mr. T. Krishnamurthy and his family members. The promoter family were engaged in textile business with Sakthi Textiles and Sri Sakthivinayaga Spintex, real estate and petrol bunk. Mr. Harshath, son of Mr Krishnamurthy, who is a civil engineering graduate, takes care of the day-to-day operations of the business. The promoters have limited experience with the power segment and have been operating in this line for the last five years.

Key strengths

Expanded capacity fully contracted with medium term PPAs and healthy collections

The company commissioned its third solar plant (6.5 MW_{DC}) at Karur in January 2025, increasing total capacity to 10.30 MW_{DC} / 8 MW_{AC} (PY: 3.8 MW_{DC} / 3 MW_{AC}). The new plant with bifacial solar panels, offers better efficiency than the existing monofacial and polycrystalline panel plants. Average PLF for the last three years has been stable at ~22%. With the expanded capacity, company is expected to generate 150 to 160 lakh units in FY26, as against the existing PPAs covering 158 lakhs unit under group captive scheme with average tenor of 5 years. Additionally, it supplies 10 lakh units to non-PPA buyer and the overall weighted average tariff works out to ₹6.46/unit. Collections are timely, with payments realized within 7 days from date of billing and average collection period of ~10 days in FY25.

Diversification into EPC and O&M business

Leveraging its experience in implementing and maintaining three solar plants, company has forayed into Solar EPC and O&M business in FY26. It is currently undertaking the execution of three solar projects worth Rs 25.65 crores at Dindigul, Tamil Nadu, with O&M revenue visibility at ~₹3 lakh/MW annually post commissioning. An additional 10 MW EPC order from the same locality is under discussion, strengthening revenue diversification.

Liquidity: Stretched

The company has a low cash and bank balance of ₹0.39 crore as on March 31, 2025 (PY: ₹ 0.18 crore). In terms of the operating cycle, the company has made collections by less than 7 days from all its customers from billing as stipulated in the PPAs. The average collection days was around 10 days for FY25 (Prov.). While there is no debt service reserve account (DSRA) in place, the company is expected to generate sufficient accruals to meet its repayment obligations.

Applicable criteria

[Definition of Default](#)

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

[Rating Outlook and Rating Watch](#)

[Financial Ratios – Non financial Sector](#)

[Infrastructure Sector Ratings](#)

[Solar Power Projects](#)

About the company and industry

Industry classification

Macroeconomic indicator	Sector	Industry	Basic industry
Utilities	Power	Power	Power Generation

Hypkrt Power Private Limited (HPPL) was incorporated in 2019 by Mr. T. Krishnamurthy and his family members. The company is engaged in power generation through solar plants and currently operates three units with an aggregate capacity of 10.30 MW DC / 8 MW AC in Tamilnadu. From FY26 onwards, HPPL has diversified into solar EPC contracting and operations & maintenance (O&M) services, undertaking projects in Dindigul district, Tamil Nadu.

Brief Financials (₹ crore)	March 31, 2023 (A)	March 31, 2024 (A)	March 31, 2025 (UA)
Total operating income	2.41	3.02	3.71
PBILDT	2.26	2.84	3.47
PAT	0.06	1.14	-1.95
Overall gearing (times)	7.81	1.30	4.18
Interest coverage (times)	2.28	2.84	1.76

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
Fund-based - LT-Term Loan		-	-	31-07-2034	21.76	CARE BB; 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	Fund-based - LT-Term Loan	LT	21.76	CARE BB; Stable	-	1)CARE BB-; Stable (09-Aug-24)	1)CARE BB-; Stable (08-Aug-23)	-

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	Fund-based - LT-Term Loan	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

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