

## Bright Solar Limited

January 09, 2020

### Rating

Facilities	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Long-term Bank Facilities	-	-	Withdrawn
<b>Total</b>	-		

*Details of facilities in Annexure-1*

### Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

CARE has withdrawn the outstanding rating of CARE BB+; Stable (Double B Plus; Outlook: Stable) assigned to the bank facilities of Bright Solar Limited (BSL) with immediate effect. The above action has been taken at the request of BSL that it has not availed the proposed facilities rated by CARE.

**Analytical Approach:** Not Applicable

### Applicable Criteria

[Policy on Withdrawal of ratings](#)

### About the Company

Ahmedabad-based (Gujarat) BSL was incorporated in 2010 as Private Limited Company and was later reconstituted as a Public Limited Company in December 2017, while it got listed on NSE Emerge (SME platform of NSE) on July, 2018. BSL is mainly into assembling of solar pump systems (DC Solar Pumps and AC Solar Pumps) as well as supplying, installation and commissioning of Solar Photovoltaic (PV) based water pumping systems on an Engineering, Procurement and Construction (EPC) basis. Further, BSL is also into imparting consultancy services to start-ups in Solar Industry. In addition, BSL has recently added water supply, sewerage and infra projects in its service portfolio. BSL operates from its ISO 14001:2015, ISO 9001:2015 and OHSAS 18001: 2007 certified manufacturing facility located in Ahmedabad (Gujarat). BSL's products find application in rural water supply, sewerage and agriculture sector. The products of BSL are sold under the brand name of "PUMPMAN", "BRIGHT SOLAR WATER PUMP" and "BRIGHT SOLAR". Over the years, BSL has setup its marketing network across India with different State Governments, with major projects being executed in the states of Gujarat, Bihar and Rajasthan.

Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)
Total operating income	39.74	57.84
PBILDT	9.78	4.36
PAT	6.20	2.34
Overall gearing (times)	0.09	0.01
Interest coverage (times)	29.31	21.15

*A: Audited*

For H1FY20 (Provisional), BSL has reported TOI of Rs.3.32 crore and PAT of Rs.0.34 crore.

**Status of non-cooperation with previous CRA:** Not Applicable

**Any other information:** Not Applicable

**Rating History (Last three years):** Please refer Annexure-2

<sup>1</sup>Complete definitions of the ratings assigned are available at [www.careratings.com](http://www.careratings.com) and in other CARE publications.

**Annexure-1: Details of Instruments/Facilities**

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Proposed fund based limits	-	-	-	0.00	Withdrawn

**Annexure-2: Rating History of last three years**

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018	Date(s) & Rating(s) assigned in 2016-2017
1.	Fund-based - LT-Proposed fund based limits	LT	-	-	-	1)CARE BB+; Stable (18-Mar-19)	-	-

**Note on complexity levels of the rated instrument:** CARE has classified instruments rated by it on the basis of complexity. This classification is available at [www.careratings.com](http://www.careratings.com). Investors/market intermediaries/regulators or others are welcome to write to [care@careratings.com](mailto:care@careratings.com) for any clarifications.

**Contact us****Media Contact**

Name- Mr. Mradul Mishra

Contact no. – +91-22-6837 4424

Email ID – [mradul.mishra@careratings.com](mailto:mradul.mishra@careratings.com)

**Analyst Contact**

Name – Ms. Shreedha Shah

Contact no.- (079) 40265636

Email ID- [shreedha.shah@careratings.com](mailto:shreedha.shah@careratings.com)

**Business Development Contact**

Name: Mr. Vimlendu Mishra

Contact no. : (079) 40265640

Email ID: [vimlendu.mishra@careratings.com](mailto:vimlendu.mishra@careratings.com)

**About CARE Ratings:**

CARE Ratings commenced operations in April 1993 and over nearly two decades; it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

**Disclaimer**

CARE's ratings are opinions on the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE's ratings do not convey suitability or price for the investor. CARE's ratings do not constitute an audit on the rated entity. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments. CARE or its subsidiaries/associates may also have other commercial transactions with the entity. In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is, inter-alia, based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors. CARE is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE's rating.

Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

**\*\*For detailed Rationale Report and subscription information, please contact us at [www.careratings.com](http://www.careratings.com)**