

## Tata Power Company Limited

August 12, 2020

### Ratings

Instruments*	Amount (Rs. crore)	Rating <sup>1</sup>	Rating Action
Non-Convertible Debentures	-	-	Withdrawn

\*Details of instrument in Annexure-1

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

CARE has withdrawn the rating assigned to the Non-Convertible Debenture issue aggregating Rs.500 crore of Tata Power Company Limited with immediate effect, as the company has repaid the aforementioned Non-Convertible Debenture issue and there is no amount outstanding under the issue as on date. The above action has been taken on the basis of 'No Dues Certificate' received from the debenture trustee.

**Analytical approach:** Not Applicable

### Applicable Criteria

[Policy on Withdrawal of ratings](#)

### About the Company

Incorporated in 1919, TPCL is an integrated power utility company and one of the major companies of the Tata group. TPCL is one of the largest private integrated power companies in India with presence across the entire power value chain – covering power generation, transmission, distribution and trading and fuel and logistics. On a consolidated basis, as at June 30, 2020, the company had an installed generation capacity of 10,762 MW (excluding 1980 MW capacity of Prayagraj Power (joint venture)) [10,957 MW as at March 31, 2019] based on various fuel sources: thermal (7,215 MW), hydroelectric power (871 MW), Diesel based DG Set (40 MW) and other renewable energy (2,636 MW). TPCL is also in the business of power distribution in Mumbai, Delhi [through Tata Power Delhi Distribution Company Limited (TPDDL), in which TPCL holds 51%], Odisha [through TP Central Odisha Distribution Limited (TPCODL), in which TPCL holds 51%], Ajmer [Tata Power Ajmer Distribution Limited (TPADL), in which TPCL holds 100%]. Furthermore, the company has a presence in power transmission in Mumbai with about 1188 Ckm (circuit km) of transmission lines. It is also involved in power transmission in other regions through a Joint venture, Powerlinks Transmission Limited. In addition, TPCL also has a strategic investment in coal assets through a 30% stake in PT Kaltim Prima Coal (KPC) and 26% stake in PT Baramulti Suksessarana Tbk (BSSR). The investment is part of TPCL's strategy to ensure fuel security for its thermal power projects.

Brief Financials (Rs. crore)-Consolidated	FY19 (A)	FY20 (Abridged)
Total operating income	31,350	30,184
PBILDIT	8,228	9,011
PAT after discounted operations	2,606	1,316
Overall gearing (times)	2.81	1.93
Interest coverage (times)	1.97	2.01

A: Audited

**Note: The financials have been reclassified as per CARE standards**

**Status of non-cooperation with previous CRA:** NA

**Any other information:** NA

**Rating History for last three years:** Please refer Annexure-2

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

## Annexure-1: Details of Instruments/Facilities

Name of the Instrument	ISIN	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Debentures-Non Convertible Debentures	INE245A08067	November 17, 2014	9.48%	November 15, 2019	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 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Debentures-Non Convertible Debentures	-	-	-	-	-	-	-
2.	Bonds-Perpetual Bonds	LT	1500.00	CARE AA; Stable	1)CARE AA; Stable (07-Jul-20)	1)CARE AA; Stable (05-Jul-19)	1)CARE AA; Stable (08-Oct-18)	1)CARE AA; Stable (11-Sep-17)
3.	Debentures-Non Convertible Debentures	LT	1500.00	CARE AA; Stable	1)CARE AA; Stable (07-Jul-20)	1)CARE AA; Stable (05-Jul-19)	1)CARE AA; Stable (08-Oct-18)	1)CARE AA; Stable (11-Sep-17)
4.	Debentures-Non Convertible Debentures	LT	210.00	CARE AA; Stable	1)CARE AA; Stable (07-Jul-20)	1)CARE AA; Stable (05-Jul-19)	1)CARE AA; Stable (08-Oct-18)	1)CARE AA; Stable (11-Sep-17)
5.	Debentures-Non Convertible Debentures	LT	-	-	1)CARE AA; Stable (07-Jul-20)	1)CARE AA; Stable (05-Jul-19)	1)CARE AA; Stable (08-Oct-18)	1)CARE AA; Stable (11-Sep-17)
6.	Debentures-Non Convertible Debentures	LT	-	-	-	-	1)Withdrawn (08-Oct-18)	1)CARE AA; Stable (11-Sep-17)
7.	Debentures-Non Convertible Debentures	LT	1500.00	CARE AA; Stable	1)CARE AA; Stable (07-Jul-20)	1)CARE AA; Stable (05-Jul-19)	1)CARE AA; Stable (08-Oct-18)	1)CARE AA; Stable (08-Nov-17)

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating history			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
8.	Debentures-Non Convertible Debentures	LT	250.00	CARE AA; Stable	1)CARE AA; Stable (07-Jul-20)	1)CARE AA; Stable (22-Nov-19)	-	-

### Annexure 3: Complexity level of various instruments rated for this company

Sr. No.	Name of the Instrument	Complexity Level
1.	Debentures-Non Convertible Debentures	Simple

**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.

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### About CARE Ratings:

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