



## भारतीय अक्षय ऊर्जा विकास संस्था लिमिटेड (भारत सरकार का प्रतिष्ठान)

### Indian Renewable Energy Development Agency Limited (A Government of India Enterprise)

कॉर्पोरेट कार्यालय : तीसरी मंजिल, अगस्त क्रान्ति भवन, भीकाएजी कामा प्लेस, नई दिल्ली-110066 भारत  
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वेबसाइट / Website : www.ireda.in CIN : U65100DL1987GOI027265

Ref. No. 2024/LODR/06

Dated: 01.02.2024

<b>Listing Department</b> <b>National Stock Exchange of India Ltd.</b> <b>(NSE)</b> Exchange Plaza, Bandra Kurla Complex, Bandra West, Mumbai, Maharashtra 400 051	<b>Listing Department</b> <b>BSE Ltd.</b> Phiroze Jeejeebhoy Towers, Dalal Street, Kala Ghoda, Fort, Mumbai, Maharashtra: 400 001
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### Sub: Intimation on the recent rating action of Brickwork Ratings (BWR) dated 29.01.2024 on Bonds/Bank Loan Borrowings

Dear Sir/Madam,

This is in reference to the recent Rating downgrade of IREDA's Bank Loan Facilities and Bonds by Brickwork Ratings (BWR) from "BWR AAA/Stable/ Reaffirmed Migration to ISSUER NOT COOPERATING" category to "BWR BB+/Stable/ Continues to be in ISSUER NOT COOPERATING category/Downgraded" vide Rationale released on January 29<sup>th</sup>, 2024. The Rating agency in its rationale has stated the following: (copy enclosed)

*"BWR clarifies that the downgrade is not based on the operational performance of the company, but on the regulatory requirements of downgrading a rating in investment grade in the Issuer Not Cooperating category to the non-investment grade after six months. As per the Q3FY24/9M FY24 results, the company continues to perform well.*

*The outlook continues to be Stable considering the strategic importance and the ownership of the company, adequate cash flow generation to meet its debt obligations and the financial performance expected to be consistent in the medium term."*

The Company clarifies and confirms that it continues to enjoy the existing rating of AAA/Stable from ICRA Limited and India Ratings Research Private Limited and AA+/Positive by CARE Edge Ratings Limited in the respective rated instruments/facilities and there is no change in the existing ratings by other rating agencies.

Further, the Company also reiterates that its operations are normal and its financial health is sound. The rating action by the rating agency has been owing to regulatory guidelines applicable to them and it does not reflect on any financial and operational performance of the company.

Kindly take the same on your record.

Thanking You,

**For Indian Renewable Energy Development Agency Limited**

**Ekta Madan  
Company Secretary & Compliance Officer**

## RATING RATIONALE

29 Jan 2024

### Indian Renewable Energy Development Agency Ltd.

**Brickwork Ratings (BWR) downgrades the rating for the Bank Loan Facilities and Bonds of Indian Renewable Energy Development Agency Ltd and continues the ratings in ISSUER NOT COOPERATING category based on best available information, as the Issuer did not Cooperate.**

#### Particulars

Instruments and Facilities**	Tenure	Previous Rated Amt (Rs. Crs)	Present Rated Amt (Rs.in Crs)*	Previous Ratings (28 July 2023)	Present
Fund Based Bank Loan Facilities	Long Term	3430	<b>3430</b>	BWR AAA/Stable/ Reaffirmed Migration to ISSUER NOT COOPERATING* category	<b>BWR BB+/Stable/ Continues to be in ISSUER NOT COOPERATING* category/Downgraded</b>
Fund Based Bank Loan Facilities		7270	<b>7270</b>		
<b>TOTAL</b>		10700	<b>10700</b>		
Unsecured Taxable Sub Tier II Bonds	Long Term	500		BWR AAA/Stable/ Reaffirmed Migration to ISSUER NOT COOPERATING* category	<b>BWR BB+/Stable/ Continues to be in ISSUER NOT COOPERATING* category/Downgraded</b>
Existing Taxable Bonds		1803			
Taxable Green Bonds		865			
Existing Taxable Sub Tier II Bonds		150			
<b>TOTAL</b>		3018 <sup>^</sup>	<b>3018<sup>^</sup></b>		
Long Term Taxable Bonds**	Long Term	750	<b>750</b>	BWR AAA/Stable/ Reaffirmed Migration to ISSUER NOT COOPERATING* category	<b>BWR BB+/Stable/ Continues to be in ISSUER NOT COOPERATING* category/Downgraded</b>
Long Term Tax Free Bonds**	Long Term	757.65	<b>757.65</b>		
<b>Total</b>		1,507.65	<b>1,507.65</b>		
<b>Total</b>		15,225.65	<b>15,225.65</b>	<b>Rupees Fifteen Thousand two Hundred and Twenty Five Crores and Sixty Five Lakhs Only</b>	

@Please refer to BWR website [www.brickworkratings.com/](http://www.brickworkratings.com/) for the definition of the ratings

\*\*Details of Bank loan facilities in Annexure-1

\*Issuer did not cooperate; based on best available information.

<sup>^</sup>Rs.300 CRs of NCD out of Rs.3318 Crs. has been redeemed but requisite documents for withdrawal are not available, the same amount has been reduced from total rating facilities as it belongs to the same series

#### RATING ACTION/OUTLOOK/NATURE OF NON-COOPERATION

Brickwork Ratings (BWR) has downgraded the rating for the Bank loan facilities of Rs.10700 Crs, Bonds/NCDs Rs.3018 Crs. and the rating of Long term taxable/Tax free bonds of Rs.1507.65 Crs. to BWR BB+/Stable from BWR AAA/Stable with continuation in the ISSUER NOT COOPERATING\* category.



The downgrade of the ratings of facilities of Indian Renewable Energy Development Agency Ltd (IREDA or the 'Company') is on account of continued non cooperation from the management of the company, lack of lender feedback and as per the regulatory guidelines. BWR clarifies that the downgrade is not based on the operational performance of the company, but on the regulatory requirements of downgrading a rating in investment grade in the Issuer Not Cooperating category to the non-investment grade after six months. As per the Q3FY24/9M FY24 results, the company continues to perform well.

The outlook continues to be Stable considering the strategic importance and the ownership of the company, adequate cash flow generation to meet its debt obligations and the financial performance expected to be consistent in the medium term.

### LIMITATIONS OF THE RATING

Information availability risk is a key factor in the assessment of credit risk as generally non-cooperation by the rated entities to provide required information for a review of the assigned rating may also be accompanied by financial stress. Users of the credit rating should therefore take into account the possible deterioration in the credit quality of the rated entity arising from its non-transparency and withholding of information required for a review of the rating.

### About the Company

Indian Renewable Energy Development Agency Ltd (IREDA) was incorporated on 11 March 1987 as a fully owned Government of India enterprise under the administrative control of the MNRE (Ministry of New & Renewable Energy). Furthermore, the company was notified as a public financial institution under section 4A of the Companies Act, 1956 and is also registered as a non-banking finance company with the RBI. The company was established for the promotion, development and commercialisation of new and renewable sources of energy and provides financial assistance to energy efficiency and conservation projects. The GoI conferred the status of Mini Ratna under Category-I upon IREDA in June 2015. The sectors financed by IREDA can broadly be classified as wind energy, small hydro energy, bioenergy, solar energy, energy efficiency and conservation, and new and emerging technologies.

### KEY FINANCIAL INDICATORS

Key Parameters	Units	FY21	FY22	FY23	9M FY24
Result Type		Aud	Aud	Aud	Un Aud
Total Loan Book	Rs in Crs	27,854	33,931	46,227	48,804
Tangible Net Worth	Rs in Crs	2,995	5,265	5,930	8,135
Revenue from Operations	Rs in Crs	2,616	2,860	3,482	3,573
PAT	Rs in Crs	346	634	865	915
Gearing	Rs in Crs	8.01	5.24	6.77	5.13
GNPA%	Rs in Crs	8.77	5.22	3.21	4.24
NNPA%	Rs in Crs	5.61	3.12	1.66	2.03
Total CRAR%	Rs in Crs	17.12	21.22	18.82	23.88

**KEY COVENANTS OF THE INSTRUMENT/ FACILITY RATED: NIL**

**NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY IF ANY**

There is no Non-cooperation from other CRAs.

**ANY OTHER INFORMATION**

NIL

**RATING HISTORY FOR THE PREVIOUS THREE YEARS [including withdrawal and suspended]**

Instrument	Current Rating FY 2024			Rating History			
	Type	Amount (Rs. Crs)	Rating	2023	2022	2021	
						10 Dec 21	03 Dec 21
Perpetual Bonds(Proposed)							Withdrawn
Taxable Bonds (Proposed)							Withdrawn
Term Loan Facilities (existing)		3430	BWR BB+/Stable/Continues to be in ISSUER NOT COOPERATING* category	BWR AAA/Stable/Re affirmed Migration to ISSUER NOT COOPERATING* category	BWR AAA/Stable	BWR AAA/ Negative	BWR AAA/ Negative
Term Loan Facilities (existing)		7270	BWR BB+/Stable/Continues to be in ISSUER NOT COOPERATING* category	BWR AAA/Stable/Re affirmed Migration to ISSUER NOT COOPERATING* category	BWR AAA/Stable	BWR AAA/ Negative	BWR AAA/ Negative
Unsecured Taxable Sub Tier II Bonds		500	BWR BB+/Stable/Continues to be in ISSUER NOT COOPERATING* category	BWR AAA/Stable/Re affirmed Migration to ISSUER NOT COOPERATING* category	BWR AAA/Stable	BWR AAA/ Negative	BWR AAA/ Negative
Existing Taxable Bonds		1803					
Taxable Green Bonds		865					
Existing							

Taxable Sub Tier II Bonds		150					
Long Term Taxable Bonds		750	BWR BB+/Stable/Continues to be in ISSUER NOT COOPERATING* category	BWR AAA/Stable/Re affirmed Migration to ISSUER NOT COOPERATING* category	BWR AAA (CE)**/Stable	BWR AAA (CE)**/Negative	BWR AAA (CE)**/Negative
Long Term Tax Free Bonds		757.65					
Issuer Ratings			Withdrawn	BWR AAA/Stable /Migration to Issuer Not Cooperating*/ Withdrawal	BWR AAA/Stable	BWR AAA/Negative	BWR AAA/Negative
Total		15225.65	<b>Rupees Fifteen Thousand two Hundred and Twenty Five Crores and Sixty Five Lakhs Only</b>				

\*Issuer did not cooperate; based on the best available information

#Rs.300 CRs of NCD out of Rs.3318 Crs. has been redeemed but requisite documents for withdrawal are not available. The same amount is reduced from total rating facilities *as it belongs to the same series*.

### Analytical Approach: Standalone

### COMPLEXITY LEVELS OF THE INSTRUMENTS -

Bank Loan facilities - Simple

NCDs: Simple

For more information, visit [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Banks and Financial Institutions](#)
- [Policy on Non-cooperation](#)

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**Indian Renewable Energy Development Agency Ltd.**

**ANNEXURE I**

**Details of Bank Loan Facilities rated by BWR:**

<b>Name of the Bank</b>	<b>Type of the Facilities</b>	<b>Long term</b>	<b>Short Term</b>	<b>Total</b>
SBI	Term Loan	450	0	450
SBI	Term Loan	3000	0	3000
Bank of India	Term Loan	1000	0	1000
Bank of India	Term Loan	1500	0	1500
PNB	Term Loan	2700	0	2700
SMBC	OD/STL	350	0	350
Bank of India	OD/STL	400	0	400
RBL	OD/STL	300	0	300
Yes Bank	OD/STL	500	0	500
Bank of Baroda	OD/STL	500	0	500
<b>Total</b>		<b>10700</b>		<b>10700</b>

**ANNEXURE- II  
INSTRUMENT (NCD/CPs) Details:**

<b>Instrument</b>	<b>Issue Date</b>	<b>Amount Rs. Crs.</b>	<b>Coupon Rate</b>	<b>Maturity Date</b>	<b>ISIN Particulars</b>
IREDA Taxable Bonds	24-Sep-10	250.00	9.02%	24-Sep-25	INE 202E 07062
IREDA Taxable Bonds	10-May-13	300.00	8.44%	10-May-23	INE 202E 07088
IREDA Taxable Bonds	10-May-13	200.00	8.49%	10-May-28	INE 202E 07096
IREDA Taxable Green Bonds	3-Jan-19	275.00	8.51%	3-Jan-29	INE 202E 07260
IREDA Taxable Green Bonds	17-Jan-19	590.00	8.47%	17-Jan-29	INE 202E 07278
IREDA Taxable Unsecured Subordinated Tier-II Bond	22-Feb-19	150.00	9.23%	22-Feb-29	INE 202E 08045
IREDA Taxable Bonds	24-Sep-19	1,000.00	8.00%	24-Sep-29	INE 202E 07286
IREDA Taxable Bonds	03-Mar-20	803.00	7.40%	03-Mar-30	INE 202E 07294
IREDA Taxable Unsecured Subordinated Tier-II Bond	08-May-20	500.00	7.74%	08-May-30	INE 202E 08060
IREDA Tax Free Bonds	13-Mar-14	75.76	8.16%	13-Mar-24	INE 202E07104
IREDA Tax Free Bonds	13-Mar-14	123.08	8.55%	13-Mar-29	INE 202E07120
IREDA Tax Free Bonds	13-Mar-14	38.81	8.55%	13-Mar-34	INE 202E07146
IREDA Tax Free Bonds	13-Mar-14	105.29	8.41%	13-Mar-24	INE 202E07112
IREDA Tax Free Bonds	13-Mar-14	234.55	8.80%	13-Mar-29	INE 202E07138
IREDA Tax Free Bonds	13-Mar-14	144.16	8.80%	13-Mar-34	INE 202E07153
IREDA Tax Free Bonds	27-Mar-14	36.00	8.56%	27-Mar-29	INE 202E07161
<b>Total Rated Bonds</b>		<b>4825.65</b>			

#Rs.300 CRs of NCD out of Rs.3318 Crs. has been redeemed but requisite documents for withdrawal are not available. The same amount is reduced from total rating facilities *as it belongs to the same series.*

**ANNEXURE- III  
List of Entities Consolidated : Not Applicable**





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