

Rating Rationale

TransGlobal Power Ltd

12th October 2017

Brickwork Ratings has reviewed the Rating for the bank loan facilities of Rs. 27 Crs of Trans Global Power Ltd based on best available information, as the issuer did not cooperate. Accordingly the rating for the said instrument is downgraded to BWR B- and reaffirmed to BWR A4

Particulars

Facility Rated	Amount (₹ Cr)		Tenure	Rating [^]	
	Previous Limits	Present Limits		Previous March, 2013	Present
Fund Based	10.00	10.00	Long Term	BWR B (BWR Single B) Outlook: Stable	Issuer did not Co-operate; BWR B- (BWR Single B Minus) Outlook: Stable Downgraded
Non-Fund Based	17.00	17.00	Short Term	BWR A4 (BWR A Four)	Issuer did not Co-operate; BWR A4 (BWR A Four) Reaffirmed
Total	27.00	27.00	(INR Twenty Seven Crores Only)		

[^] Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
Issuer did not Co-operate; Based on best available information.

Long Term rating Downgraded and Short Term rating reaffirmed.

Nature of Non-co-operation:

The rating was due for a review. BWR took up with the issuer to provide required information over emails and tele calls. Despite the best efforts of BWR to get at least the minimum required information for a review, the firm has not provided the same.

In the absence of adequate information from the firm, BWR is unable to assess the firm's financial performance and its ability to service its debt and maintain a valid rating.

Limitations of the rating:

Information availability risk is a key factor in the assessment of credit risk and noncooperation by the firm to provide required information for a review of the assigned rating may also be accompanied by financial stress.

About the Company(Information as available in Mar 2013)

TransGlobal Power Limited (TGPL), a closely held public limited company incorporated in Bangalore, India in 1990 operates in several regions within India: Karnataka, Tamilnadu, Uttarakhand, Himachal Pradesh and Rajasthan. The Company is pursuing expansion of its operations to other North Indian States. TGPL provides a comprehensive range of services in power transmission and distribution arena to power utilities, and other public and private power users and generators. TGPL is engaged in several projects in the area of Engineering, Procurement and Construction (EPC) in power sector on a total turnkey contract basis. TGPL’s client base spreads across KPTCL, BESCO, PTCUL, Suzlon, National Highways, NTC, Nuziveedu, Shreem Capacitors, Areva, and other Private and Public Companies and entities in India. TGPL has commissioned more than 500 circuit Kms of E. H. V. transmission lines ranging from 66 KV to 220 KV and thousands of kilometres of High Tension (HT) and Low Tension (LT) power distribution systems of 33KV and below voltage.

Management Profile

The Board of Directors of TGPL along with organizational development actively participates in the day to day operations of the Company. The Directors are qualified professionals with adequate experience in this line of business. The Directors are assisted by a team of more than 300 highly skilled personnel consisting of qualified Engineers, Technical Advisors and Professionals who look after various aspects of the business.

Rating History for the last three years (including withdrawn/suspended ratings)

Instrument /Facility	Current Rating (Year 2017)			Rating History		
	Type (Long Term/ Short Term)	Amount (Rs Crs)	Rating#	1 st July 2016	20 th March 2013	
Fund Based	Long Term	10.00	BWR B-(Single B Minus) Downgraded	Rating moved to Rating Not Reviewed Category	BWR B (BWR Single B)	NA
Non-Fund Based	Short Term	17.00	BWR A4 reaffirmed		BWR A4	
Total		27.00	(INR Twenty Seven Crores Only)			

#Issuer did not Co-operate; Based on best available information

Hyperlink/Reference to applicable Criteria / Policies

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [What Constitutes Non-cooperation](#)

For any other criteria to be hyperlinks from website to be taken

Analytical Contacts	Media		
<p><u>S.Venkatesh</u> Chief General Manager – Ratings analyst@brickworkratings.com</p>	<p>media@brickworkratings.com</p> <tr> <td colspan="2" data-bbox="140 828 1445 866" style="text-align: center;">Phone: 1-860-425-2742</td> </tr>	Phone: 1-860-425-2742	
Phone: 1-860-425-2742			

For print and digital media

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Note on complexity levels of the rated instrument:

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at www.brickworkratings.com/download/ComplexityLevels.pdf Investors queries can be sent to info@brickworkratings.com.

About Brickwork Ratings

Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, has also been accredited by RBI and empaneled by NSIC, offers Bank Loan, NCD, Commercial Paper, MSME ratings and grading services. NABARD has empaneled Brickwork for MFI and NGO grading. BWR is accredited by IREDA & the Ministry of New and Renewable Energy (MNRE), Government of India. Brickwork Ratings has Canara Bank, a Nationalized Bank, as its promoter and strategic partner.

BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Guwahati, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations. BWR has rated debt instruments/bonds/bank loans, securitized paper of over ₹ 9,30,000 Cr. In addition, BWR has rated about 5000 MSMEs. Also, Fixed Deposits and Commercial Papers etc. worth over ₹19,700 Cr have been rated. Brickwork has a major presence in rating of nearly 100 cities.

DISCLAIMER

Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.

TransGlobal Power Ltd
Bank Facilities
Annexure I

<u>Facilities</u>	<u>Tenure</u>	<u>Facility Type</u>	<u>Amount Rated (Rs. Crs)^</u>
Cash Credit	Long Term	Fund Based	10.00
Letter of Credit	Short Term	Non- Fund Based	5.00
Bank Guarantee	Short Term	Non- Fund Based	10.00
NFB Standby Limits	Short Term	Non- Fund Based	2.00
Total			27.00

^As per information available with BWR

Annexure II

(Rs. In Crores)

<u>Particulars</u>	<u>FY11\$</u>	<u>FY12\$</u>	<u>FY13\$</u>
Net Sales/Revenues	30.09	17.12	50.00
EBIDTA	2.40	3.14	6.56
PAT	0.53	0.37	2.46
Tangible Networth	11.92	12.68	14.77
Total Debt : TNW	1.43	1.05	0.69
Current Ratio	0.89	1.51	1.36

\$As per information available with BWR