LANCO THERMAL POWER LTD

Brickwork Ratings reaffirms the Ratings for the Bank Loan facilities of ₹ 79.15 Crores of Lanco Thermal Power Ltd (‘LTPL’ or ‘The Company’) and maintains the rating in the ‘Issuer not cooperating category’ based on best available information, as the issuer did not cooperate.

Particulars

<table>
<thead>
<tr>
<th>Facility</th>
<th>Amount (₹ Crores)</th>
<th>Tenure</th>
<th>Previous (May, 2019)</th>
<th>Present</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>Previous</td>
<td>Present</td>
</tr>
<tr>
<td>Fund Based</td>
<td>79.15</td>
<td>79.15</td>
<td>Issuer Not Cooperating BWR D</td>
<td>BWR D Reaffirmation Issuer Not Cooperating*</td>
</tr>
<tr>
<td>Total</td>
<td>79.15</td>
<td>79.15</td>
<td>₹ Seventy Nine Crore and Fifteen Lakhs Only</td>
<td></td>
</tr>
</tbody>
</table>

Please refer to BWR website www.brickworkratings.com/ for definition of the ratings
*Issuer did not cooperate; based on best available information
Details of Bank facilities is provided in Annexure-I

RATING ACTION / OUTLOOK / NATURE OF NON-COOPERATION

Long term rating reaffirmed at BWR D (Issuer not Cooperating) on best available information as the issuer did not cooperate.

The rating was due for a review in May 2020. BWR took up with the issuer to provide required information over emails and through telephone calls. Despite the best efforts of BWR to get the minimum required information for a review, the entity has not provided the same. In the absence
of adequate information from the Company, BWR is unable to assess the Company’s financial performance and its ability to service its debt and maintain a valid rating. Lender has also reported irregularities in the conduct of rated bank loan accounts.

The Parent company LANCO Infratech Ltd (LITL) is in NCLT. As LITL faces liquidation, the uncertainty regarding the Group support continues.

LIMITATIONS OF THE RATING: Information availability risk is a key factor in the assessment of credit risk as generally, noncooperation 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 ratings 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.

COMPANY PROFILE
Lanco Thermal Power Limited (LTPL), was incorporated on February 6, 2002 at Hyderabad, and is a 100% subsidiary of Lanco Power Ltd. The company is currently operating 2*5 MW hydroelectric projects (Upper Khauli & Drinidhar) at Khauli Khad and Brahl Khad (both tributaries of river Beas) in District Kangra, Himachal Pradesh. The Drinidhar project was commissioned in March 2010 and the Upper Khauli project was commissioned in December 2010. The company entered into a PPA with Himachal Pradesh State Electricity Board in December 2006 for both hydroelectric projects. The term of the agreement is for 40 years and tariff rate is Rs.2.95/unit. The projects have been developed with a total cost of Rs. 120.80 Crs. The company is also the holding company of group’s thermal projects i.e. Lanco Kondapalli Power Ltd, Lanco Tanjore Power Company Ltd, Lanco Amarkantak Power Ltd and Lanco Anpara Power Ltd

NON-COOPERATION WITH PREVIOUS RATING AGENCY IF ANY: None
Rating History for the last three years (including withdrawn/suspended ratings)

<table>
<thead>
<tr>
<th>S. No</th>
<th>Facility</th>
<th>Type</th>
<th>Amount (₹ Crs)</th>
<th>Rating History</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>2019</td>
</tr>
<tr>
<td>1</td>
<td>Fund Based</td>
<td>Long Term</td>
<td>79.15</td>
<td>BWR D Reaffirmation</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>No Rating Change</td>
</tr>
</tbody>
</table>

Total 79.15 ₹ Seventy Nine Crore and Fifteen Lakhs Only

*Issuer did not cooperate; based on best available information

**COMPLEXITY LEVELS OF THE INSTRUMENTS**

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**
- **What Constitutes Non-Cooperation**
### ANNEXURE I

Lanco Thermal Power Ltd

Details of Bank Facilities rated by BWR

<table>
<thead>
<tr>
<th>Sl.No.</th>
<th>Name of the Bank</th>
<th>Type of Facilities</th>
<th>Long Term ₹ Cr</th>
<th>Short Term ₹ Cr</th>
<th>Total ₹ Cr</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Axis Bank</td>
<td>Term Loan</td>
<td>79.15</td>
<td>-</td>
<td>79.15</td>
</tr>
</tbody>
</table>

**TOTAL**

Rupees Seventy Nine Crore and Fifteen Lakhs Only
sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

About Brickwork Ratings: Brickwork Ratings (BWR), a SEBI registered Credit Rating Agency, 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 leading public sector 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, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

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.