

Meghalaya Energy Corporation Limited

Particulars

Instrument**	Amount (Rs. Crs.)		Tenure	Rating^
	Previous	Present		Outstanding
NCD/Bonds	630.00	630.00	Long Term	BWR A- (CE) / Stable
Total	630.00	630.00	Rupees Six Hundred and Thirty Crores Only	

The rating with the symbol CE is based on an unconditional, irrevocable, and legally enforceable guarantee from the Government of Meghalaya (GoMe) for the timely payment of debt obligations. Additionally, these bonds have a structured payment mechanism, which includes a defined payment schedule maintained through a Debenture Service Reserve Account (DSRA) and a Debenture Redemption Reserve Account (DRRA).

Unsupported rating outstanding	BWR B / Stable
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Note: The unsupported rating does not factor in the explicit credit enhancement.

^Please refer to the BWR website www.brickworkratings.com/ for the definition of the ratings

** Details of Bonds are provided in Annexure-I

The annual coupon payment of the BWR-rated Bonds of ISINs INE760I07011, INE760I07029, INE760I07037, INE760I07045, INE760I07052, INE760I07060, INE760I07078, and INE760I07086 was due on 10 Dec 2025. As per the public disclosure of Meghalaya Energy Corporation Limited (MeECL or the company) dated 10 Dec 2025, the company made the scheduled coupon payment in full and on time. The total coupon payment to be made to all the bondholders, was Rs. 17,23,89,609/-. The amount of Rs. 17,25,78,970/- was available in the designated escrow account of a scheduled commercial bank on 01 Dec 2025. The net coupon payment to be made on 10 Dec 2025, net of the TDS of Rs. 1,32,43,399/-, was Rs. 15,91,46,210/-. However, on 08 Dec 2025, the coupon payment could not be made to 3 bondholders due to missing or invalid IFSC details of their bank accounts and the coupon payment of one bondholder was returned back to the designated escrow account due to some IFSC related discrepancy. The cumulative withheld amount of the three bondholders was Rs. 63,569/-, and the returned amount from one bondholder was Rs. 10,521/-. The total unpaid amount of Rs. 74,090/- was available in the designated escrow account at the EOD of 08 Dec 2025 as well as at the EOD of 10 Dec 2025.

The reasons for non-remittance of coupon payment to the bondholders with missing or incorrect IFSC details were beyond the company’s control. The required amount was available in a designated escrow account by the EOD of 10 Dec 2025. Moreover, there is no indication of any

deterioration in the liquidity position and financial and business risk profile of the company since Brickwork Ratings' previous rating review on 30 July 2025. The company has reported cash & cash equivalents of ~Rs. 592 Crs. on 30 Sep 2025. Based on these facts, the company's Bond rating remains unchanged in line with the BWR Policy on Default Recognition and Post Default Curing Period. The developments regarding the BWR-rated Bonds are captured in the table below:

Name of the security	ISIN	Amount to be paid (Rs.)	Due date of payment	Amount of payment made (Rs.)	Amount of payment failed (Rs.)	Reasons for failure of payment
NCD/Bonds	INE760I07011, INE760I07029, INE760I07037, INE760I07045, INE760I07052, INE760I07060, INE760I07078, INE760I07086	15,91,46,210	10 Dec 2025	15,90,72,120	74,090	Payments not made due to missing or incorrect IFSC details of 4 bondholders

Please refer to the following link for the previous detailed rationale: [Rating Rationale dated 30 Jul 2025](#).

ABOUT THE ENTITY

Macro Economic Indicator	Sector	Industry	Basic Industry
Utilities	Power	Power	Integrated Power Utilities

Incorporated on 14 Sep 2009, Meghalaya Energy Corporation Ltd (MeECL), a Government of Meghalaya undertaking, was formed after the corporatization of the erstwhile Meghalaya State Electricity Board (MeSEB) and is the holding company of the Genco, Transco and Discom viz., Meghalaya Power Generation Corporation Limited (MePGCL), Meghalaya Power Transmission Corporation Limited (MePTCL) and Meghalaya Power Distribution Corporation Limited (MePDCL). The consolidated financials of MeECL capture the financials of the three wholly owned subsidiaries, viz. MePGCL, MePTCL, and MePDCL.

MeECL would act as a holding company for the three separate power utilities. MePDCL purchases power directly from MePGCL and also pays them directly out of its collections. It also utilises the services of MePTCL and pays them wheeling charges. The revenue stream for MePDCL is through power distribution. No income gets recognized in the books of MeECL on a standalone basis. The only income source for MeECL on a standalone basis is interest income on deposits and on advances/loans given to subsidiaries and revenue grants from the GoMe to cover its approved expenses.

The company generated 1026.11 MW (PY: 890.38 MW) and sold 2336.81 MW (PY: 2195.19 MW) of power in FY25. The installed generation capacity is 367.5 MW as of the date. The Plant Load Factor (PLF) stood at 34.54% in FY25 (PY: 29.74%). AT & C losses increased from 17.35% in FY24 to 21.28% in FY25. Total transmission line length increased from 1624.111 ckm on 31 Mar 2024 to 1834.92 ckm on 31 Mar 2025.

KEY FINANCIAL INDICATORS - CONSOLIDATED

Key Parameters		FY23	FY24	FY25	H1FY26
Result Type	Units	Audited	Audited	Unaudited	Unaudited
Operating Revenue	Rs. Crs.	1249.78	1324.87	1670.81	1055.86
EBITDA	Rs. Crs.	(44.95)	(197.52)	12.86	366.15
Net Profit	Rs. Crs.	(358.30)	(395.79)	128.46	282.39
Tangible Net Worth	Rs. Crs.	(3879.25)	(4121.27)	(3846.32)	(3814.96)
Total Debt/Tangible Net Worth	Times	(0.81)	(0.78)	(0.76)	(0.72)
Current Ratio	Times	0.42	0.46	0.62	0.61

KEY FINANCIAL INDICATORS - STANDALONE

Key Parameters		FY23	FY24	FY25	H1FY26
Result Type	Units	Audited	Audited	Unaudited	Unaudited
Operating Revenue	Rs. Crs.	0.00	0.00	0.00	0.00
EBITDA	Rs. Crs.	(8.92)	(35.99)	(37.56)	(3.29)
Net Profit	Rs. Crs.	(45.68)	(102.72)	(87.14)	(29.02)
Tangible Net Worth	Rs. Crs.	2400.86	2847.35	3223.39	3191.06
Total Debt/Tangible Net Worth	Times	0.16	0.22	0.20	0.20
Current Ratio	Times	6.26	2.19	2.37	1.36

MEGHALAYA STATE FINANCES

State Financials		FY23	FY24	FY25	FY26
Result Type	Units	Actuals	Actuals	R.E.	B.E.
Revenue Receipts	Rs. Crs.	14,820	17,978	24,029	25,591
Revenue Expenditure	Rs. Crs.	14,864	16,584	19,653	20,556
Capital Receipts	Rs. Crs.	6,669	3,840	3,057	4,824
Capital Expenditure	Rs. Crs.	6,526	9,374	7,868	9,447
Revenue Balance/GSDP	%	(0.10)	2.60	7.40	7.60
Fiscal Deficit/GSDP	%	6.50	5.90	2.60	3.00
Total Debt/GSDP	%	43.20	40.60	38.20	37.60

R.E. = Revised Estimates; **B.E.** = Budget Estimates.

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY IF ANY: Not Applicable

HYPERLINK/REFERENCE TO APPLICABLE CRITERIA

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Infrastructure Sector](#)
- [Power Generation Projects, Power Distribution Utilities & Power Transmission Projects](#)
- [Ratings based on Government Support](#)
- [Credit Enhancement](#)
- [Consolidation of Companies](#)

Analytical Contacts	
Swarn Saurabh Manager - Ratings Board: +91 80 4040 9940 swarn.s@brickworkratings.com	Niraj Kumar Rathi Senior Director - Ratings Board: +91 80 4040 9940 niraj.r@brickworkratings.com
1-860-425-2742 media@brickworkratings.com Customer Support CustSupport@brickwokratings.com	

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ANNEXURE I

Details of Bank Loan Facilities rated by BWR

Sl. No.	Name of the Bank/Lender	Type of Facilities	Long Term (Rs. Crs.)	Short Term (Rs. Crs.)	Total (Rs. Crs.)	Complexity of the Instrument
	Nil	Nil	Nil	Nil	Nil	NA
		TOTAL	Nil	Nil	Nil	
	Total Nil					

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**ANNEXURE II
Instrument Details of NCD/Bonds rated by BWR**

Instrument	Issue Date	Amount (Rs. Crs.)	Coupon Rate (%)	Maturity Date	ISIN Particulars	Complexity of the Instrument##
NCD / Bonds	11 Jun 2019	40.30	11.64%	10 Jun 2029	INE760I07011	Simple
	28 Aug 2019	50.00	11.45%	27 Aug 2029	INE760I07029	Simple
	14 Feb 2020	100.00	11.45%	13 Feb 2030	INE760I07037	Simple
	21 Dec 2020	50.00	11.01%	20 Dec 2030	INE760I07045	Simple
	11 Jan 2021	50.00	11.01%	10 Jan 2031	INE760I07052	Simple
	15 Jan 2021	50.00	11.01%	14 Jan 2031	INE760I07060	Simple
	18 Feb 2021	49.00	10.96%	17 Feb 2031	INE760I07078	Simple
	03 Apr 2023	240.70	10.55%	03 Apr 2033	INE760I07086	Simple
Total		630.00	Rupees Six Hundred and Thirty Crores Only			

Note: The NCDs/Bonds are listed on the BSE.

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

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**ANNEXURE III
Entities included in Consolidated Financials – MeECL**

Name of Entity	% ownership	Extent of consolidation	Rationale for consolidation
Meghalaya Power Distribution Corporation Ltd. (MePDCL)	100%	Full	Subsidiary
Meghalaya Power Generation Corporation Ltd. (MePGCL)	100%	Full	Subsidiary
Meghalaya Power Transmission Corporation Ltd. (MePTCL)	100%	Full	Subsidiary

Print and Digital Media

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