

**CARE/ARO/RL/2019-20/1524**

**Mr. Ashish Mithani**

Director

**K.P. Energy Limited**

A-1/2, Firdos Tower, Behind Fazal Shopping Centre

Adajan Patia, Surat-395009, Gujarat

July 22, 2019

**Confidential**

Dear Sir,

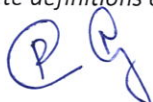
**Credit rating for bank facilities**

On the basis of recent developments including operational and financial performance of your company for FY19 (Audited), our Rating Committee has reviewed the following ratings:

Facilities	Amount (Rs. crore)	Ratings <sup>1</sup>	Rating Action
Long-term Bank Facilities	33.06 (reduced from Rs.37.28 crore)	<b>CARE BBB-; Stable (Triple B Minus; Outlook: Stable)</b>	Reaffirmed
Short-Term Bank Facilities	1.80	<b>CARE A3 (A Three)</b>	Reaffirmed
Long-term/Short-term Bank Facilities	36.00 (enhanced from Rs.11.00 crore)	<b>CARE BBB-; Stable/CARE A3 (Triple B Minus; Outlook: Stable/ A Three)</b>	Reaffirmed
<b>Total Facilities</b>	<b>70.86 (Rupees Seventy crore and Eighty Six lakh only)</b>		

- Refer **Annexure 1** for details of rated facilities.
- The rationale for the rating will be communicated to you separately. A write-up (press release) on the above rating is proposed to be issued to the press shortly, a draft of which is enclosed for your perusal as **Annexure-2**. We request you to peruse the annexed document and offer your comments if any. We are doing this as a matter of courtesy to our clients and with a view to ensure that no factual inaccuracies have inadvertently crept in. Kindly revert as early as possible. In any case, if we do not hear from you by July 25, 2019, we will proceed on the basis that you have no any comments to offer.

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



**CARE Ratings Limited**  
(Formerly known as Credit Analysis & Research Limited)

4. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
5. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the bank facilities, CARE shall carry out the review on the basis of best available information throughout the life time of such bank facilities. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.
6. CARE ratings do not take into account the sovereign risk, if any, attached to the foreign currency loans, and the ratings are applicable only to the rupee equivalent of these loans.
7. Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.
8. Users of this rating may kindly refer our website [www.careratings.com](http://www.careratings.com) for latest update on the outstanding rating.
9. CARE ratings are **not** recommendations to sanction, renew, disburse or recall the concerned bank facilities.

If you need any clarification, you are welcome to approach us in this regard.

