

**Brickwork Ratings India Pvt. Ltd.**

Ground floor, Building No - S 14, Solitaire  
Corporate Park, Guru Hargovindji Marg,  
Chakala, Andheri (East), Mumbai - 400 093  
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**BWR/BLR/MUM/CRC/NKR/4642/2024-25****14 Nov 2024**

**The Managing Director**  
**Himachal Pradesh State Electricity Board Limited**  
Vidyut Bhawan, HPSEB Ltd  
Shimla - 171004, Himachal Pradesh

Dear Sir,

**Sub:** Review of the ratings of the Bank Loan Facilities of Himachal Pradesh State Electricity Board Limited aggregating Rs. 5314.17 Crs. (Rupees Five Thousand Three Hundred Fourteen Crores and Seventeen Lakh Only)

**Ref:** i) Your mandate dated 26 Sep 2024  
ii) Our previous rating letter: BWR/BLR/HO/CRC/SAK/4064/2023-24 dated 20 Nov 2023

On a review of Himachal Pradesh State Electricity Board Limited's performance based on the information and clarifications provided by you, and as available in public sources, we wish to inform you that the ratings of Himachal Pradesh State Electricity Board Limited's Bank Loan Facilities have been reviewed as follows:

Facility**	Previous Amount (Rs. Crs.)	Present Amount (Rs. Crs.)	Tenure	Previous Rating (20 Nov 2023)	Present Rating*
Fund Based					
Term Loan	250.00	250.00	Long Term	BWR BBB+/Stable Assignment	BWR BBB/Stable Downgraded to BWR D and Simultaneously Upgraded
Term Loans Cash Credit	4502.04 250.00	4516.89 250.00		BWR BBB+/Stable Reaffirmation	
Term Loans	92.14	30.85			
Term Loan#	379.83	266.43		BWR A (CE)/Stable Reaffirmation	
Total	5474.01	5314.17	Rupees Five Thousand Three Hundred Fourteen Crores and Seventeen Lakh Only		

#Revision in analytical approach from Credit Enhancement to Standalone for current rating review

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

\*\* Details of the instrument and rated bank loan facilities are provided in Annexure-I



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The ratings are valid for twelve months from the date of this letter subject to terms and conditions that were agreed in your mandate dated 26 Sep 2024 and other correspondence, if any, and Brickwork Ratings' standard disclaimer pronounced at the end of this letter.

The rated Bank Loan facilities would be under surveillance/review during the said period. You are required to submit information periodically as per Annexure-II for the purpose of surveillance/review. You are also required to keep us informed of any information/development that may affect your entity's finances/performance without any delay. **You are also requested to submit No Default Statement on a monthly basis. Non-submission of NDS on a monthly basis will result in publishing your entity's name on our website under "NDS not submitted".**

Best Regards,

**Niraj Kumar Rathi**  
**Director - Ratings**  
**Brickwork Ratings India Pvt Ltd**

**Note: Rating Rationale of all accepted Ratings are published on Brickwork Ratings website. All non-accepted ratings are also published on Brickwork Ratings web-site . Interested persons are well advised to refer to our website [www.brickworkratings.com](http://www.brickworkratings.com), If they are unable to view the rationale, they are requested to inform us on [brickworkhelp@brickworkratings.com](mailto:brickworkhelp@brickworkratings.com).**

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This disclaimer forms an integral part of the Ratings Rationales / Rating Reports or other press releases, advisories, communications issued by BWR and circulation of the ratings without this disclaimer is prohibited.

BWR is bound by the Code of Conduct for Credit Rating Agencies issued by the Securities and Exchange Board of India and is governed by the applicable regulations issued by the Securities and Exchange Board of India as amended from time to time.

## Himachal Pradesh State Electricity Board Limited

### 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*
1	Power Finance Corporation (PFC)	Term Loan	49.91	-	49.91	Simple
2	State Bank of India	Term Loan	97.52	-	97.52	Simple
3	HP State Cooperative Bank	Term Loan	119.00	-	119.00	Simple
4	Rural Electrification Corporation (REC)	Term Loan	30.85	-	30.85	Simple
5	HP State Cooperative Bank	Cash Credit	250.00	-	250.00	Simple
6	Kangra Central Cooperative Bank	Term Loan	250.00	-	250.00	Simple
7	PFC & REC	Term Loans	1498.45	-	1498.45	Simple

8	Government of Himachal Pradesh (KfW Loan)	Term Loans	115.04	-	115.04	Simple
9	Government of Himachal Pradesh (ADB Loan)	Term Loans	12.90	-	12.90	Simple
10	Government of Himachal Pradesh (UDAY Bonds)	Term Loans	2890.50	-	2890.50	Simple
<b>Total</b>			<b>5314.17</b>	<b>0.00</b>	<b>5314.17</b>	
<b>Rupees Five Thousand Three Hundred Fourteen Crores and Seventeen Lakh Only</b>						

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

### Himachal Pradesh State Electricity Board Limited ANNEXURE- II

The following documents/ information (as applicable) should be submitted to BWR:

1. Confirmation from the company that all the terms and conditions stipulated in the Bank's Term loan sanction letter has been fully complied with.
2. Certified copy of periodical inventories/book debts/bill receivables statements submitted to the bank.
3. Schedule of Term Loan Installments and interest due and payment made so far, if applicable.
4. Confirmation about payment of installment and interest as and when paid.
5. Certified copy of Quarterly Information Statements (QIS) and Half Yearly Information Statements (HYIS) submitted to the bank.
6. Certified Copy of Quarterly Financial Statements (QFS) for the current FY.
7. Certified copy of Banks' Statements of Accounts on a quarterly basis.
8. Quarterly / Half yearly financial statements (unaudited or with limited review) and Annual financial statements (provisional as well as audited)
9. Information on delays/defaults in servicing bank loans, letters of credit, letters of guarantee, NCDs, bonds and other borrowings, if any, by the entity as at the end of March, June, September and December each year.
10. Information on delays / defaults in servicing of debt obligations of any subsidiary / other group companies, if any, as at the end of March, June, September and December each year.



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11. Certified copy of every monthly/quarterly book debt/receivable statement submitted to the Bank.
12. Any other statement / information sought by BWR from time to time.