

**Brickwork Ratings India Pvt. Ltd.**

Ground floor, Building No - S 14, Solitaire
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BWR/NCD/MUM/CRC/NKR/0162/2024-25**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 Bonds/NCDs aggregating Rs. 290.62 Crs. (Rupees Two Hundred Ninety Crores and Sixty Two Lakhs Only) of Himachal Pradesh State Electricity Board Limited.

Ref: i) Your mandate dated 24 Aug 2012 and 22 July 2016
ii) Our previous rating letter: BWR/NCD/HO/CRC/SAK/0174/2023-24 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 Bond Issues have been reviewed as follows:

Instrument**	Previous Amount (Rs. Crs.)	Present Amount (Rs. Crs.)	Tenure	Previous Rating (20 Nov 2023)	Present Rating*
Non-SLR Taxable Bonds (Series I-V)	153.58	87.76	Long Term	BWR A (CE)/Stable Reaffirmation	BWR A (CE)/Stable Reaffirmation
Non-SLR Taxable Bonds (Series 2015-16)	289.80	202.86			
Total	443.38	290.62	Rupees Two Hundred Ninety Crores and Sixty Two Lakhs Only		



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Unsupported Rating: BWR BBB/Stable (Downgraded to BWR D and Simultaneously Upgraded)

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

** Details of the Bonds are provided in Annexure-I

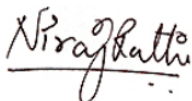
Note: Instruments with this rating are considered to have an adequate degree of safety regarding the timely servicing of financial obligations. Such instruments carry low credit risk.

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 24 Aug 2012 and 22 July 2016 and other correspondence, if any and BWR's standard disclaimer appended at the end of this letter. BWR would conduct surveillance every year till the maturity/redemption of the instrument.

You are also required to keep us informed of any information/development that may affect the 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".**

We are also enclosing the Rating Rationale. Kindly acknowledge.

Best Regards,



Niraj Kumar Rath
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, If they are unable to view the rationale, they are requested to inform us on 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 : Instrument Details

Instrument	Issue Date	Amount (Rs. Crs.)	Coupon Rate	Maturity Date	ISIN Particulars	Complexity of the Instrument *
Non-SLR Taxable Bonds (Series I-V)	03 Dec 2014	87.76	9.13%	03 Dec 2024	INE220H09113	Complex
Non-SLR Taxable Bonds (Series 2015-16)	29 Mar 2016	202.86	10.39%	27 Mar 2026	INE220H08016	Complex
	Total	290.62	Rupees Two Hundred Ninety Crores and Sixty Two Lakhs Only			

Note: The rated bonds are listed on BSE.



*For more information, visit 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 entity that terms & conditions of the sanction letter issued by the Bank have been complied with by the entity.
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.
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.