



Press Release

Zodiac Energy Limited

September 25, 2023

Ratings:

Instrument / Facility	Amount (INR Crore)	Ratings	Rating Action	Complexity Indicator
Long Term Fund based Facilities- Cash Credit	7.50	IVR BB; Negative Outlook: ISSUER NOT COOPERATING (IVR Double B ; ISSUER NOT COOPERATING*)	Reaffirmed under ISSUER NOT COOPERATING and withdrawn	Simple
Short Term Non Fund based Facilities- Bank Guarantee	8.50	IVR A4; ISSUER NOT COOPERATING (IVR A Four; ISSUER NOT COOPERATING*)	Reaffirmed under ISSUER NOT COOPERATING and withdrawn	Simple
Total	16.00	Rupees Sixteen Crore Only		

* Issuer did not cooperate; based on best available information

Details of Facilities are in Annexure 1

Detailed Rationale:

Infomerics has been regularly following up with the company to provide required data to monitor its assigned ratings to the bank facilities. However, despite repeated requests by Infomerics, the company's management has not submitted the essential details/information for surveillance exercise. Availability of information is very critical in rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics has to review the ratings based on the best available information.

Subsequently, the company has submitted withdrawal request and 'No Objection Certificate' from the bank that has extended the facilities rated by Infomerics. Accordingly, Infomerics has continued to categorise the rating of 'IVR BB/Negative/IVR A4 under 'ISSUER NOT COOPERATING' category assigned to the bank facilities of Zodiac Energy Limited and withdrawn the same with immediate effect. The rating is withdrawn in accordance with Infomerics' policy on withdrawal.



Press Release

The Company has not provided the essential documents/information to assess its credit risk, accordingly, the key rating factors, liquidity position and rating sensitivities have not been commented upon.

Analytical Approach: Standalone

Applicable Criteria:

[Rating Methodology of Trading Companies](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\)](#)

[Guidelines on What Constitutes Non-cooperation by clients](#)

[Criteria for rating outlook](#)

[Policy on withdrawal of Rating](#)

About the Company:

The Company was originally incorporated as “Zodiac Genset Private Limited” at Ahmedabad on May 22, 1992. Subsequently, the name of the company was changed to “Zodiac Energy Private Limited” on April 30, 2007. Consequently upon the conversion of the Company into public limited company, the name of the Company was changed to “Zodiac Energy Limited.” The Company then came up with its maiden IPO & got listed on NSE in 2017. They are an Energy Solution Provider company having experience of more than two decades in majority of verticals of power generations spectrum.

Financials: Standalone

For the year ended / INR. Crore*	31-03-2021	31-03-2022	31-03-2023
	Audited	Audited	Audited
Total Operating Income	100.37	142.97	137.66
EBITDA	6.87	8.88	8.34
PAT	4.50	5.46	3.19
Total Debt	12.53	17.06	45.07
Tangible Net Worth	27.87	32.59	35.07
Ratios			
EBITDA Margin (%)	6.84	6.21	5.45
PAT Margin (%)	4.47	3.79	2.32
Overall Gearing Ratio (x)	0.45	0.52	1.26

*Classification as per Infomerics' standards



Press Release

Status of non-cooperation with previous CRA: NA

Any other information: NA

Rating History for last three years:

Sr. No.	Name of Instrument/ Facilities	Current Ratings (Year 2023-24)			Rating History for the past 3 years		
		Type	Amount outstanding (INR Crore)	Rating	Date(s) & Rating(s) assigned in 2022-23 (Feb 16 th , 2023)	Date(s) & Rating(s) assigned in 2021-22 (Nov 18 th 2021)	Date(s) & Rating(s) assigned in 2020-21 (Aug-24 th 2020)
1.	Long Term Bank Facility – Cash Credit	Long Term	7.50	IVR BB; Negative Outlook: ISSUER NOT COOPERATING* (Rating Withdrawn)	IVR BB; Negative Outlook: ISSUER NOT COOPERATING*	IVR BB+; ISSUER NOT COOPERATING*	IVR BBB-/ Stable outlook
2.	Short Term Non Fund based Facilities Bank Guarantee	Short Term	8.50	IVR A4; ISSUER NOT COOPERATING* (Rating Withdrawn)	IVR A4; ISSUER NOT COOPERATING*	IVR A4+; ISSUER NOT COOPERATING*	IVR A3

**Issuer did not cooperate; based on best available information*

Name and Contact Details of the Rating Analyst:

Name: Mr. Amit Bhuwania
 Tel: Tel: (022) 62396023
 Email : abhuwania@infomerics.com



Press Release

About Infomerics:

Infomerics Valuation and Rating Private Ltd (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI).

Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in-depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks.

Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations.

Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information visit www.infomerics.com.

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.



Press Release

Annexure 1: Details of Facilities:

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (INR Crore)	Rating Assigned/ Outlook
Long Term Bank Facility – Cash Credit	-	-	Revolving	7.50	IVR BB; Negative Outlook: ISSUER NOT COOPERATING * (Rating Withdrawn)
Short Term Non Fund Based Facility – Bank Guarantee	-	-	Upto 1year	8.50	IVR A4; ISSUER NOT COOPERATING* (Rating Withdrawn)

**Issuer did not cooperate; based on best available information*

Annexure 2: List of companies considered for consolidated analysis: Not Applicable

Annexure 3: Facility wise lender details: Not Applicable

Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com