



Press Release

Hartek Power Private Limited

April 01, 2025

Ratings

Facilities	Amount (Rs. crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	10.00	IVR BB+/Negative; ISSUER NOT COOPERATING (IVR Double B Plus with Negative Outlook; Issuer Not Cooperating) *	IVR BBB-/Stable (IVR Triple B Minus with Stable Outlook)	Rating downgraded, moved to Issuer Not Cooperating category and Outlook revised	Simple
Long Term / Short Term Bank Facilities	61.00	IVR BB+/Negative; ISSUER NOT COOPERATING / IVR A4+; ISSUER NOT COOPERATING (IVR Double B Plus with Negative Outlook; Issuer Not Cooperating / IVR A Four Plus; Issuer Not Cooperating) *	IVR BBB-/Stable / IVR A3 (IVR Triple B Minus with Stable Outlook / IVR A Three)	Rating downgraded, moved to Issuer Not Cooperating category and Outlook revised	Simple
Total	71.00 (Rupees Seventy-one crore only)				

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

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

Infomerics Ratings has downgraded and migrated the long-term rating and the short-term rating assigned to the bank facilities of Hartek Power Private Limited to 'Issuer Not Cooperating' category due to lack of availability of adequate information and the resultant uncertainty around its credit risk. The outlook has been revised to Negative. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy. The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as this rating may not adequately reflect the credit risk profile of the entity.



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Non-cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the bank facilities, vide email communications dated January 14, 2025, March 10, 2025, March 13, 2025, and March 25, 2025, and concurrently over several phone calls. However, despite the repeated requests by Infomerics, the company's management has not submitted the requested information for monitoring the ratings.

Availability of information is very critical in the rating exercise. In the absence of the requisite information, in consonance with SEBI guidelines, Infomerics reviews the rating based on the best available information. Accordingly, the ratings for the bank facilities of Hartek Power Private Limited aggregating Rs.71.00 crore has been migrated to 'ISSUER NOT COOPERATING' category by Infomerics.

Analytical Approach: Standalone

Applicable Criteria:

[Guidelines on what constitutes Non-Cooperation by clients](#)

[Policy of default recognition](#)

[Criteria of assigning Rating outlook](#)

[Ratin Methodology – Infrastructure Companies](#)

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

[Complexity level of rated instruments/facilities](#)

About the company

Hartek Power Private Limited was established in 2007 and is located in Mohali, Punjab and is promoted by Mr. Hartek Singh. It is an Engineering Procurement and Construction (EPC) company with expertise in building high voltage and extra high voltage substations and power distribution projects across the country.



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Financials (Standalone):

(Rs. crore)

For the year ended / As on*	31-03-2022	31-03-2023
	Audited	Audited
Total Operating Income	182.05	214.34
EBITDA	5.34	9.11
PAT	2.70	4.20
Total Debt	12.58	32.53
Adjusted Tangible Net Worth	22.61	26.81
Ratios		
EBITDA Margin (%)	2.93	4.25
PAT Margin (%)	1.48	1.95
Overall gearing ratio (x)	0.56	1.21
Interest Coverage Ratio (x)	6.41	5.87

*Classification as per Infomerics' standards

Status of non-cooperation with previous CRA: The rating continues to remain under ISSUER NOT COOPERATING category from Brickworks Ratings as per press release dated January 10, 2025, due to unavailability of information for monitoring of rating.

Any other information: Nil.

Rating History for last three years:

Sr. No.	Name of Facilities	Current Ratings (Year 2025-26)			Rating History for the past 3 years		
		Type	Amount outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23
					-	February 22, 2024	-
1.	Cash Credit	Long Term	10.00	IVR BB+/ Negative; ISSUER NOT COOPERATING	-	IVR BBB- / Stable	-
2.	Bank Guarantee	Long Term / Short Term	61.00	IVR BB+/ Negative; ISSUER NOT COOPERATING / IVR A4+; ISSUER NOT COOPERATING	-	IVR BBB- / Stable / IVR A3	-

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



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About Infomerics:

Infomerics Valuation and Rating Ltd (Infomerics) (formerly known as Infomerics Valuation and Rating Pvt Ltd) 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.



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Annexure 1: Details of Facilities

Name of Facility	ISIN	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	-	10.00	IVR BB+/ Negative; ISSUER NOT COOPERATING*
Bank Guarantee	-	-	-	-	61.00	IVR BB+/ Negative; ISSUER NOT COOPERATING / IVR A4+; ISSUER NOT COOPERATING*

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

Annexure 2: Facility wise lender details: Not Applicable.

Annexure 3: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable.

Annexure 4: List of companies considered for consolidated analysis: 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.