

Ru Ru Jalbidhyut Pariyojana Limited: Rating withdrawn

November 06, 2023

Summary of rating action:

Instrument	Rated Amount	Rating Action
Issuer Rating	NA	Rating withdrawn

Rating action

ICRA Nepal has withdrawn the issuer rating [ICRANP] LBBB 'Issuer Not Cooperating' (pronounced ICRA NP L Triple B Issuer Not Cooperating) assigned to Ru Ru Jalbidhyut Pariyojana Limited (RJPL or the company). The rating action has been taken in accordance with the Credit Rating Regulations 2011 following the non-cooperation from RJPL for rating information despite multiple follow-ups. Prior to this withdrawal, the rating was kept on notice of withdrawal for a period of six months, during which also there was no cooperation from the company for rating surveillance.

Rationale

ICRA Nepal is withdrawing the ratings as it does not have sufficient and relevant information to suggest that the credit risk has changed since the time the rating was last reviewed. The key rating drivers, rating sensitivities, key financial indicators have not been captured as the rating is being withdrawn.

ICRA Nepal assesses whether the information available about the entity is commensurate with its ratings and reviews the same as per Credit Rating Regulations 2011 as well as ICRA Nepal's 'Withdrawal/Suspension Policy' available at www.icranepal.com. As part of its process and in accordance with its rating agreement with RJPL, ICRA Nepal had been trying to seek information from the entity to monitor its performance, but despite repeated requests by ICRA Nepal, the entity's management has remained non-cooperative. In the absence of requisite information and in line with the aforesaid policy of ICRA Nepal, the ratings have been withdrawn.

Link to previous detailed rating rationale

[Ru-Ru-Jalbidhyut-Pariyojana-Limited April-2023](#) (Issuer Not cooperating)

[Ru-Ru-Jalbidhyut Surveillance-of-Issuer-Rating Sept-2021](#) (Rating Surveillance-I)

[Rationale Ru-Ru-Jalbidhyut Fresh-Issuer-Rating July-2020](#) (Fresh Issuer Rating)

Analytical approach: For arriving at the ratings, ICRA Nepal has applied its rating methodology as indicated below.

Links to applicable criteria

[Issuer Rating Methodology](#)

[ICRA Nepal's Policy on withdrawal of credit rating](#)

About the company

Incorporated on March 22, 2006, as private limited company Ru Ru Jalbidhyut Pariyojana Limited (RJPL) was converted into a public limited company on July 23, 2015, to facilitate public participation. As on mid-July 2020, the paid-up capital of RJPL stood at ~NPR 326 million. As on same date, major promoters include Mr. Bharat Prasad Nepal (15%), M/S Subhakarma Investment Company (12%) and M/S Samuchit Investment Company (11%). RJPL has one operational hydropower project - Upper Hugdi Khola Hydropower Project of 5MW, in Gulmi District of Province-5 of Nepal. A run-of-the-river (R-o-R) type project, it has been developed at 43% probability of exceedance (Q43). The project came into



commercial operation from March 23, 2015, as against a required COD of March 28, 2014, and was developed at a total cost of NPR 745 million

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Our parent company, ICRA Limited, was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment information and credit rating agency. Today, ICRA and its subsidiaries together form the ICRA Group of Companies.

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