

## India Ratings Assigns High Energy Batteries (India)'s Bank Loans 'IND BBB-'; Outlook Stable

Dec 08, 2021 | Others

India Ratings and Research (Ind-Ra) has assigned High Energy Batteries (India) Limited's (HEB) bank loans 'IND BBB-'. The Outlook is Stable. The instrument-wise rating actions are as follows:

Instrument Type	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (million)	Rating/Outlook	Rating Action
Fund-based working capital limits	-	-	-	INR285	IND BBB-/Stable	Assigned
Proposed fund-based working capital limits	-	-	-	INR15	IND BBB-/Stable	Assigned
Non-fund-based working capital limits	-	-	-	INR425	IND A3	Assigned
Proposed non-fund-based working capital limits	-	-	-	INR25	IND A3	Assigned

### Key Rating Drivers

**Sustained Revenue Growth:** HEB's revenue grew at a CAGR of 28% over FY16-FY21, backed by the government's thrust on the defence sector as well as its focus on awarding orders to indigenous players. In FY21, the revenue grew 26.6% yoy to INR778 million, primarily due to the increased orders from Naval Science & Technological Laboratory, Visakhapatnam as well as increased development orders. The company reported INR372.3 million revenue during 1HFY22