

April 12, 2024

GE Power India Limited (erstwhile Alstom India Limited): Update on material event

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term fund-based – working capital	390.00	390.00	[ICRA]BBB(Negative); outstanding
Long-term/short-term – non-fund based – BG/LC	4,450.00	4,450.00	[ICRA]BBB(Negative)/[ICRA]A3+; outstanding
Unallocated	200.00	200.00	[ICRA]BBB(Negative)/[ICRA]A3+; outstanding
Total	5,040.00	5,040.00	

*Instrument details are provided in Annexure-I

Material Event

On April 03, 2024, GE power India Limited (GEPIL) informed the stock exchanges regarding change in the ultimate holding company from General Electric Company (GEC) to GE Vernova Inc (GEV). This would result in transfer of 68.58% of ultimate and indirect shareholding of GEC in GE Power India Limited (“GEPIL”) to GE Vernova LLC and GE Vernova LLC will substitute GEC and become the ultimate holding company of GEPIL.

Impact of Material Event

Following the announcement, ICRA has kept the ratings unchanged, as the entire financial and operational support that was earlier expected from GEC will now be coming from GEV. Moreover, in ICRA’s view, there is no material change in the credit profile of the new ultimate parent vis-a-vis the earlier one, given GEV’s strong liquidity, its limited external debt and its strong order book position. Thus, ICRA does not foresee any material impact on GEPIL’s credit profile due to this change in parentage. Please refer to the following link for the previous detailed rationale that captures key rating drivers and their description, liquidity position, rating sensitivities, and key financial indicators: [Click here](#)

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology
Parent/Group support	Ultimate Parent Company: GE Vernova Ratings are based on implicit support from the ultimate parent, primarily in the form of technological and financial synergies
Consolidation/Standalone	The ratings are based on the consolidated financial profile of the company. As on December 31, 2023, the company had one wholly owned subsidiary and one JV, which are enlisted in Annexure-II

About the company

GEPIL is engaged in the business of engineering, procurement, and construction of key equipment for thermal and hydropower plants. It manufactures and/or supplies critical electrical and industrial equipment, including boilers, turbines, and pollution-control equipment for these power plants, along with associated services. The company’s manufacturing facility is in Durgapur (West Bengal). The company was owned by GE (General Electric Company, US) with a 68.58% shareholding in the company

through its group company - GE Steam Power International BV. With the recent spin off at the global level, the company has now become a subsidiary of GE Vernova.

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Type	Current rating (FY2025)		Chronology of rating history for the past 3 years								
		Amount rated (Rs. crore)	Amount outstanding as of Mar 31, 2024 (Rs. crore)	Date & rating in FY2025	Date & rating in FY2024			Date & rating in FY2023			Date & rating in FY2022	
					Apr 12, 2024	Nov 22, 2023	Aug 23, 2023	Jun 06, 2023	Dec 20, 2022	Jun 28, 2022	Nov 18, 2021	Aug 20, 2021
1	Fund-based working capital limit	Long term	390	-	[ICRA]BBB (Negative)	[ICRA]BBB (Negative)	[ICRA]BBB+ (Negative)	[ICRA]BBB+ (Negative)	[ICRA]A- (Negative)	[ICRA]A (Negative)	[ICRA]A+ (Negative)	[ICRA]A+ (Negative)
2	Non-fund based limits – BG/LC	Long term/Short term	4450	-	[ICRA]BBB (Negative) / [ICRA]A3+	[ICRA]BBB (Negative) / [ICRA]A3+	[ICRA]BBB+ (Negative) / [ICRA]A2	[ICRA]BBB+ (Negative) / [ICRA]A2	[ICRA]A- (Negative) / [ICRA]A2+	[ICRA]A (Negative) / [ICRA]A2+	[ICRA]A+ (Negative) / [ICRA]A1	[ICRA]A+ (Negative) / [ICRA]A1
3	Unallocated	Long term/Short term	200		[ICRA]BBB (Negative) / [ICRA]A3+	[ICRA]BBB (Negative) / [ICRA]A3+	[ICRA]BBB+ (Negative) / [ICRA]A2	[ICRA]BBB+ (Negative) / [ICRA]A2	[ICRA]A- (Negative) / [ICRA]A2+	[ICRA]A (Negative) / [ICRA]A2+	[ICRA]A+ (Negative) / [ICRA]A1	[ICRA]A+ (Negative) / [ICRA]A1

Complexity level of the rated instrument

Instrument	Complexity Indicator
Long term – Fund-based working capital limit	Simple
Long-term/Short-term – Non-fund based BG/LC	Very Simple
Unallocated	NA

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: [Click Here](#)

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance	Coupon Rate	Maturity	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	Long-term fund-based – Working capital	NA	NA	NA	390.0	[ICRA]BBB(Negative)
NA	Long-term/short - term – Non Fund based – BG/LC	NA	NA	NA	4450.0	[ICRA]BBB(Negative)/[ICRA]A3+
NA	Unallocated	NA	NA	NA	200.0	[ICRA]BBB(Negative)/[ICRA]A3+

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis:

Company Name	GEPIL Ownership	Consolidation Approach
GE Power Boilers Services Limited	100%	Full Consolidation
NTPC GE Power Services Private Limited	50%	Equity Method

Source: Company

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