Singapore, November 14, 2019 -- Moody's Investors Service has revised the ratings outlook on Sindicatum Renewable Energy Co. Pte Ltd's green bonds to negative from stable, following the change in outlook on GuarantCo's A1 issuer rating to negative from stable on 13 November 2019.

Moody's has also affirmed Sindicatum's A1 backed senior unsecured bond ratings.

The bonds are guaranteed by GuarantCo, which is in turn part of the Private Infrastructure Development Group.

A complete list of rating actions can be found at the end of this press release.

The bonds are denominated in either Indian Rupee (INR) or Philippine Peso (PHP) but are settled in USD. Issuance proceeds were used to fund Sindicatum's renewable energy projects in India (Baa2 negative) and the Philippines (Baa2 stable).

RATINGS RATIONALE

The ratings assigned to Sindicatum's bonds are in line with GuarantCo's issuer rating and reflects Moody's assessment that the terms of GuarantCo's guarantee, which is unconditional and irrevocable, are sufficient for credit substitution.


The negative ratings outlook on the bonds mirrors Moody's outlook on GuarantCo's rating.

WHAT COULD CHANGE THE RATING UP/DOWN

Because the guaranteed senior unsecured debt ratings are directly linked to GuarantCo's issuer rating, any change in GuarantCo's rating will likely result in a change in Sindicatum's bond ratings.

The guarantee is effectively a senior unsecured obligation of GuarantCo, because GuarantCo's obligations under the guarantee will rank at least pari passu with all of its other present and future unsubordinated and unsecured obligations.

The principal methodology used in these ratings was Rating Transactions Based on the Credit Substitution Approach: Letter of Credit-backed, Insured and Guaranteed Debts published in May 2017. Please see the Rating Methodologies page on www.moodys.com for a copy of this methodology.

Sindicatum Renewable Energy Co. Pte Ltd is a renewable energy independent power producer that develops, owns and operates generation facilities in South and Southeast Asia. The company sells the output from its facilities to utility and commercial customers who typically purchase power from Sindicatum under long-term power purchase agreements (PPAs).

Sindicatum has been operating electricity generation facilities in the region since April 2010. The company's portfolio of operating projects and projects under development and construction as of June 2018 amounted to 410 MW on a gross basis, of which, Sindicatum's equity interest totaled 298 MW.

The operating projects in particular amounted to 196 MW, and the equity interest of Sindicatum in these projects totaled 126 MW. As of June 2018, the average remaining life of the PPAs was 16 years, excluding automatically-renewed PPAs.

LIST OF AFFECTED RATINGS
Affirmation:
..Issuer: Sindicatum Renewable Energy Co. Pte Ltd
....A1 Backed Senior Unsecured
INR GTD EUROBONDS due 2023
INR GTD EUROBONDS due 2025
PHP GTD EUROBONDS due 2028

Outlook Actions:
..Issuer: Sindicatum Renewable Energy Co. Pte Ltd
....Outlook, revised to negative from stable

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Please see www.moodys.com for any updates on changes to the lead rating analyst and to the Moody’s legal entity that has issued the rating.

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