नेशनल फर्टिलाइज़र्स लिमिटेड
(भारत सरकार का उपक्रम)
कॉरपोरेट कार्यालय : ए-11, सैक्टर-24, नोएडा - 201301
जिला गौतम बुद्ध नगर (उ.प्र.),
दूरभाष : 0120 2012294, 2412445, फैक्स : 0120-2412397

NATIONAL FERTILIZERS LIMITED
(A Govt. Of India Undertaking)
Corportate Office : A-11, Sector-24, Noida-201301,
Distt. Gautam Budh Nagar (U.P.)
Ph.: 0120-2412294, 2412445, Fax : 0120-2412397

Ref No. NFL/SEC/SE/195 **Dated: 29.04.2021**

Asstt. Vice President (Listing), National Stock Exchange Limited, Registered Office (Exchange Plaza), C-1, Block-G, Bandra Kurla Complex, Bandra (E), Mumbai-400051.	**Dy. General Manager (Corp. Relations), BSE Limited, Floor 25th, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001.**
NSE Symbol: NFL	**BSE Script Code: 523630**

Sub: Intimation of Credit Rating.

Dear Sir,

Pursuant to Regulation 30 of SEBI (LODR) Regulations, 2015, we hereby inform that India Ratings & Research Pvt. Limited, has assigned the following ratings to the Company (copy attached):

Instrument Type	**Rating Limit**	**Rating Outlook**	**Rating Action**
	(in Billion)		
Fund-based working capital limits	INR 40 (reduced from INR 60)	IND AA-/Stable/IND A1+	Affirmed
Non-fund-based working capital limits	INR 20	IND A1+	Affirmed
Long-term loans - External Commercial Borrowings (ECBs)	INR 0.57	WD	Withdrawn (paid in full in September, 2020)
Proposed fund-based working capital	INR 2.14	WD	Withdrawn (the company is not proceeding with the instrument envisaged)
Commercial paper (CP)*	INR 40	IND A1+	Affirmed

पंजीकृत कार्यालय : स्कोप कॉम्पलैक्स, कोर-III, 7, इन्सटीट्यूशनल एरिया लोधी रोड, नई दिल्ली – 110003, दूरभाष : 011-24361252, फैक्स : 011-24361553
Regd. Office : Scope Complex, Core-III, 7, Institutional Area, Lodhi Road, New Delhi-110003, Tel.: 011-24361252 , Fax : 011-24361553
CIN : L74899DLI974GOI007417 Website : http://www.nationalfertilizers.com @nationalfertilizers

CP*	INR 30	WD	Withdrawn (the company is not proceeding with the instrument envisaged)

* CP is within the fund-based working capital limits. CP program and fund based working capital limits are interchangeable with total borrowing capped at lower of the drawing power or the sanctioned fund-based limit.

This is for your information and record.

Thanking You,

Yours faithfully,
For National Fertilizers Limited

28/4/21

(Ashok Jha)
Company Secretary

Encl: As above

2/2

India Ratings & Research
A Fitch Group Company

India Ratings Affirms National Fertilizers at 'IND AA-'/Stable

23

APR 2021

By Bhanu Patni

India Ratings and Research (Ind-Ra) has affirmed National Fertilizers Limited's (NFL) Long-Term Issuer Rating at 'IND AA-'. The Outlook is Stable. The instrument-wise rating actions are as below:

Instrument Type	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (billion)	Rating/Outlook	Rating Action
Long-term loans - external commercial borrowings (ECBs)	-	-	September 2020	INR0.57	WD	Withdrawn (paid in full)
Fund-based working capital limits	-	-	-	INR40 (reduced from INR60)	IND AA-/Stable/IND A1+	Affirmed
Non-fund-based working capital limits	-	-	-	INR20	IND A1+	Affirmed
Commercial paper (CP)	-	-	7-365 days	INR40	IND A1+	Affirmed
CP			7-365 days	INR30	WD	Withdrawn (the company is not proceeding with the instrument as envisaged)
Proposed fund-based working capital				INR2.14	WD	Withdrawn (the company is not proceeding with the instrument as envisaged)

* CP is within the fund-based working capital limits. CP program and fund based working capital limits are interchangeable with total borrowing capped at lower of the drawing power or the sanctioned fund-based limits

Analytical Approach: To arrive at the ratings, Ind-Ra continues to take a bottom-up approach, factoring in the consolidated profile of NFL and its joint ventures (Urvarak Videsh Limited and Ramagundam Fertilizers and Chemicals Limited 'IND A-'/Stable) and also factored in the availability of support from the government of India (GoI).

The affirmation factors in the continued strength of NFL's business profile as reflected through its market position in northern India, its healthy market share in the urea segment, and the portfolio expansion achieved by the company through trading of fertilisers, which has enabled it to emerge as a complete one-stop fertiliser supplier for its consumers. Furthermore, despite the drop in the urea division's profitability post the tightening of energy-efficiency norms, NFL's financial profile is likely to improve because of the substantial decline in its interest burden and subsequent improvement in its credit metrics, resulting from the clearance of the past subsidy receivables by the GoI.

KEY RATING DRIVERS

Subsidy Receivables Decline Materially: The GoI has provided extraordinary policy-level support to the fertiliser sector in the form of an additional fertiliser subsidy of INR626 billion in the revised FY21 budget estimate (RE). This is likely to clear the sector's entire subsidy backlog and free up significant working capital funds. A large part of the outstanding dues has been cleared, with only around INR130 billion pending at end-February 2021 out of the INR1339 billion declared in the budget for the entire fertiliser sector. As a result, NFL's subsidy outstanding is likely to have declined to around INR16 billion at FYE21 (FYE20: INR69 billion; FYE19: INR65 billion), with the working capital utilisation having dropped to around INR4.3 billion at end-February 2021 (average utilisation for 9MFY21:INR63.4 billion). Given the backlog clearance and the subsidy payout mechanism through direct benefit transfer, Ind-Ra expects the receivables to remain comfortable at less than two months on an ongoing basis.

Credit Metrics to Improve: The total debt outstanding for FY21 is estimated to have fallen substantially to less than INR25 billion (9MFY21: INR70.3 billion, FY20: INR81 billion). The total debt in FY21 comprised long-term debt of INR7.5 billion (9MFY21: INR7.2 billion, FY20: INR7.8 billion), which was taken for energy-efficiency capex funding, while the remaining was working capital funding. The net leverage (net debt/operating EBITDA) is likely to have improved for FY21 (FY20:9.4x, FY19:7.8x) because of the decline in debt. However, Ind-Ra has been basing its rating triggers on the net adjusted leverage, which nets off the subsidy receivable from the overall debt. The net adjusted leverage is likely to remain between 1.0x-1.5x in FY21 and over the near to medium term (FY20: 1.3x, FY19: negative 0.1x), as earlier expected by Ind-Ra. However, the reduction in the subsidy receivables would result in two favourable developments - i) the cash flow from operations post the interest payouts would improve meaningfully ,giving room for NFL to expand its sales network, overall sales and allowing room for capex; and ii) the interest coverage (operating EBITDA/gross interest expense) is likely to have improved to 3.5x in FY21 (9MFY21: 3.4x, FY20:2.4x; FY19:2.9x), and could stand at 3.5x-5.0x post FY22.

Continued Government Support Despite Stake Dilution: The GoI holds 74.71% stake in NFL; however, in February 2021, the government announced a 20% stake dilution by way of offer for sale. Tenders for appointment of merchant bankers, legal advisers have already been floated by Department of Investment and Public Asset Management in this regard. However, Ind-Ra believes the GoI would continue to support NFL, as it would remain the majority shareholder and also because the company is a strategically-important entity in the fertiliser sector owing to its size, market share and distribution network. The government had supported NFL earlier by providing capital grants for Ammonia Feedstock Changeover Project at Nangal, Panipat and Bathinda units, for which the final payments were received in FY21. NFL also expects government support for the energy efficiency capex undertaken by the company. NFL is looking at either a relaxation in the energy efficiency norms applicable on the urea plants at Nangal, Panipat and Bhatinda during FY22-FY25 or support in the form of a one-time capital subsidy, which could help it recover its investments.

Liquidity Indicator- Adequate: NFL's cash and bank balances are estimated to have increased in FYE21 (FY20: INR0.2 billion FYE19: INR0.2 billion), driven by the receipt of subsidies. It had fund-based and non-fund based working capital limits of INR130 billion as of February 2021; however, it has requested banks to reduce the limits under consortium arrangement as a large part of the subsidies have been released. The management expects the subsidy receivables to be INR12 billion-15 billion on an ongoing basis. Of the available limits, NFL's utilisation remained comfortable at 45% for the 12 months ended February 2021, including average CP outstanding of INR45 billion. The utilisation of fund-based limits had reduced substantially to 18% in February 2021, with CP of INR18 billion. NFL has access to low-cost banking finance, and capital markets, due to its sovereign ownership. NFL also uses the letter of credit facility for its imported product portfolio with a credit period of 30-45 days.

NFL has term debt repayments of INR1.4 billion in FY22 and FY23 each. The company's cash flow from operations turned positive at INR25.2 billion at end-1HFY21 (FY20: negative INR4.8 billion) and is likely to have improved further in 2HFY21, given the decline in receivables. The ongoing energy efficiency capex, estimated at around INR11 billion, is likely to be completed in 1QFY22. Apart from this, NFL does not have any other major capex planned over the medium term; according to the management, the capex would continue to be INR1 billion-2 billion annually. However, NFL has also been nominated as a joint venture partner for setting up a 1.27 MMTPA urea unit in Assam at the facility of Brahmaputra Valley Fertiliser Corporation Limited with an equity contribution of 28%, entailing equity contribution of around INR5 billion-6 billion spread over the construction period. The existing techno-economic feasibility studies of the project are ongoing and the timelines for the start of the project and the capital outlay are yet to be finalised. NFL has requested Department of Investment and Public Asset Management for exemption from payment of dividend in FY21 owing to the capex programme; however, the cash flows would continue to be dependent on the dividend outgo (FY20: INR1 billion, FY19: INR0.6 billion).

Composition of EBITDA Undergoing Change: NFL's business profile has been undergoing a change from FY17, with a steady growth in the share of the trading segment in the company's profitability. Nearly 30% of the EBITDA was derived from the trading segment in FY21 against around 8% in FY17. This shift can be attributed to a reduction in energy-savings norms for the urea plant, a decline in the fixed cost applicable on the Vijaipur-I plant, and the absence of commensurate increase in the fixed cost subsidy by the GoI along with an increase in the operating costs in the urea operations. At the same time, the profitability of the trading operations increased on account of higher traded volumes and better per tonne profitability. The sale of traded products increased to 2.1mt in FY21 (FY20:2.1mt) from 0.2mt in FY17, driven by an increase in the urea and non-urea fertilisers segments; urea trading stood at 1.1mt in FY21 (FY20: 1.2mt).

EBITDA to Moderate: Ind-Ra expects NFL's EBITDA levels to decline over FY21-FY22 (9MFY21: INR6.3 billion (adjusted for INR1.7 billion capital grant), FY20: INR8.5 billion) due to i) tighter energy efficiency norms applicable from 1 October 2020, leading to lower savings from production up to re-assessed capacity (RAC), ii) reduction in the fixed cost reimbursement for Vijaipur I; and iii) moderation in the trading margins per tonne in FY22 from FY21 levels. Ind-Ra estimates the EBITDA from the trading segment to be around INR2.5 billion during 9MFY21 (FY20:INR2.5 billion, FY19:INR1.6 billion), while that from the urea operations is likely to have been around INR3.3 billion (including capital grant) (FY20:INR6.5billion, FY19:INR8.5billion). While FY21 trading margins were higher owing to favourable demand supply situation, inventory gains and healthy market position, the margins earned on the trading remain susceptible to agroclimatic conditions, demand supply situation and the company ability to manage inventory and liquidate the same in a timely fashion.

Ind-Ra expects NFL's urea operations to report an EBITDA of INR3.5 billion-4 billion during FY22 on a structural basis owing to tightening of the efficiency norms. In addition, the company is likely to derive EBITDA of INR2.5 billion-3.5 billion (before adjusting for un-allocable expense of INR0.5 billion-0.7 billion) from fertiliser trading and other products. Over FY22-FY23, as the new urea plants commence operations, the low margin volume of imported urea traded will decline to nil. However, NFL is likely to pick up similar volumes for marketing from Ramagundam Fertilizers and Chemicals ; therefore, the traded fertiliser volumes and the contribution of traded urea to the EBITDA levels are unlikely to be impacted.

To manage the energy efficiency norms, NFL incurred a capex of INR11billion during FY20-FY21 to lower the actual energy efficiency to near normative levels. Given the tightening of norms, there remains limited room for recouping the capex incurred on energy efficiency, which could cause deterioration in the leverages. The energy efficiency norms for Nangal, Panipat and Bhatinda have been tightened to 6.5 gcal/t from 7.035/7.503/7.381 gcal/t respectively in 1HFY21 and to 5.5gcal/t for Vijaipur-I from 5.864 gcal/t. Historically, NFL has operated below the normative energy efficiency norms; however, post the revision, Ind-Ra believes the scope for operating below the new norms would remain limited.

RATING SENSITIVITIES

Positive: Successful completion of the energy-efficiency capex, resulting in the energy consumption falling below normative levels, along with an increase in the operating profitability and improvement in the credit metrics, on a sustained basis, would be positive for the ratings.

Negative: The company operating above the normative energy efficiency norms, low operating profitability, debt-led capex or investments, leading to the net adjusted leverage (after adjusting the fertiliser subsidy) exceeding 2.5x, on a sustained basis, and/or weakening of support from the government, would be negative for the ratings.

COMPANY PROFILE

Incorporated in 1974, NFL is the second-largest urea manufacturer in India, with a 15.5% market share at FYE18. It operates five urea plants: one in Panipat (0.51mmt), one in Bathinda (0.51mmt), one in Nangal (0.48mmt) and two in Vijaipur (0.86mmt each). The company produced 3.7mmt of urea (115% of reassessed capacity) in FY20.

FINANCIAL SUMMARY

Particulars	9MFY21	FY20	FY19
Net revenue (INR billion)	89.4	131.3	124.3
Operating EBITDA (INR billion)	6.3*	8.5	10.1
Operating EBITDA margin (%)	7.0	6.5	8.2
Gross interest expense (INR billion)	2.4	4.1	3.2
Net income (INR billion)	2.5	(1.7)	3.0
Debt (INR billion)	70.4	81.0	64.6
Source: NFL * excluding capital grant			

RATING HISTORY

Instrument Type	Current Rating/Outlook			Historical Rating/Outlook		
	Rating Type	Rated Limits (billion)	Rating	24 April 2020	13 November 2019	14 February 2019
Issuer rating	Long-term	-	IND AA-/Stable	IND AA-/Stable	IND AA/Negative	IND AA/Stable
Fund-based working capital	Long-/short-term	INR40	IND AA-/Stable/IND A1+	IND AA-/Stable/IND A1+	IND AA/Negative/IND A1+	IND AA/Stable/IND A1+
Non-fund-based working capital	Short-term	INR20	IND A1+	IND A1+	IND A1+	IND A1+
Long-term loans	Long-term	INR0.57	WD	IND AA-/Stable	IND AA/Negative	IND AA/Stable
CP	Short-term	INR40	IND A1+	IND A1+	IND A1+	IND A1+

COMPLEXITY LEVEL OF INSTRUMENTS

Instrument Type	Complexity Indicator
Fund-based working capital	Low
Non-fund-based working capital	Low

CP	Low

For details on the complexity levels of the instruments, please visit https://www.indiaratings.co.in/complexity-indicators.

SOLICITATION DISCLOSURES

Additional information is available at www.indiaratings.co.in. The ratings above were solicited by, or on behalf of, the issuer, and therefore, India Ratings has been compensated for the provision of the ratings.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer.

ABOUT INDIA RATINGS AND RESEARCH

About India Ratings and Research: India Ratings and Research (Ind-Ra) is India's most respected credit rating agency committed to providing India's credit markets accurate, timely and prospective credit opinions. Built on a foundation of independent thinking, rigorous analytics, and an open and balanced approach towards credit research, Ind-Ra has grown rapidly during the past decade, gaining significant market presence in India's fixed income market.

Ind-Ra currently maintains coverage of corporate issuers, financial institutions (including banks and insurance companies), finance and leasing companies, managed funds, urban local bodies and project finance companies.

Headquartered in Mumbai, Ind-Ra has seven branch offices located in Ahmedabad, Bengaluru, Chennai, Delhi, Hyderabad, Kolkata and Pune. Ind-Ra is recognised by the Securities and Exchange Board of India, the Reserve Bank of India and National Housing Bank.

India Ratings is a 100% owned subsidiary of the Fitch Group.

For more information, visit www.indiaratings.co.in.

DISCLAIMER

Applicable Criteria

Corporate Rating Methodology
Parent and Subsidiary Rating Linkage

Analyst Names

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IndiaRatings & Research
A Fitch Group Company

FitchGroup

Mr. Y. P. Bhola
Director-Finance
National Fertilizers Limited
A-11, Sector-24,
Noida– 201301, Uttar Pradesh

April 23, 2021

Dear Sir,

Re: Rating of Commercial Paper programme of National Fertilizers Limited

India Ratings and Research (Ind-Ra) has taken the following rating action for National Fertilizers Limited's (NFL) commerccial paper programme (CP):

Instrument Type	Maturity Date	Size of Issue (billion)	Rating/Outlook	Rating Action
Commercial paper (CP)	7-365 days	INR40	IND A1+	Affirmed
CP	7-365 days	INR30	WD	Withdrawn (the company is not proceeding with the instrument as envisaged)

* CP is within the fund-based working capital limits. CP program and fund based working capital limits are interchangeable with total borrowing capped at lower of the drawing power or the sanctioned fund-based limits

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security.

The manner of India Ratings factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in India where the rated security is offered and sold, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors.

Users of India Ratings' ratings should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information India Ratings relies on in connection with a rating will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings and to the market in offering documents and other reports. In issuing its ratings, India Ratings must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings are inherently forward-looking and embody assumptions and predictions about future events that by their nature cannot be verified as facts. As a result, despite any verification of current facts, ratings can be affected by future events or conditions that were not anticipated at the time a rating was issued or affirmed.

India Ratings seeks to continuously improve its ratings criteria and methodologies, and periodically updates the descriptions on its website of its criteria and methodologies for securities of a given type. The criteria and methodology used to determine a rating action are those in effect at the time the rating action is taken, which for public ratings is the date of the related rating action commentary. Each rating action commentary provides information about the criteria and methodology used to arrive at the stated rating, which may differ from the general criteria and methodology for the applicable security type posted on the website at a given time. For this reason, you should always consult the applicable rating action commentary for the most accurate information on the basis of any given public rating.

Ratings are based on established criteria and methodologies that India Ratings is continuously evaluating and updating. Therefore, ratings are the collective work product of India Ratings and no individual, or group of individuals, is solely responsible for a rating. All India Ratings' reports have shared authorship. Individuals identified in an India Ratings report were involved in, but are not solely responsible for, the opinions stated therein. The individuals are named for contact purposes only.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer. Ratings do not comment on the adequacy of market price, the suitability of any investment, loan or security for a particular investor (including without limitation, any accounting and/or regulatory treatment), or the tax-exempt nature or taxability of payments made in respect of any investment, loan or security. India Ratings is not your advisor, nor is India Ratings providing to you or any other party any financial advice, or any legal, auditing, accounting, appraisal, valuation or actuarial services. A rating should not be viewed as a replacement for such advice or services. Investors may find India Ratings ratings to be important information, and India Ratings notes that you are responsible for communicating the contents of this letter, and any changes with respect to the rating, to investors.

It is important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. The rating detailed above is valid for 12 months from the date of this letter. Notwithstanding the above, the rating is subject to review on a continuing basis, with formal reviews being undertaken at regular intervals of no more than 12 months. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch at any time due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient.

In this letter, "India Ratings" means India Ratings & Research Pvt. Ltd. And any successor in interest.

We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please contact the undersigned at {BoardNo}.

Sincerely,

India Ratings

Devendra Pant
Senior Director

Mr. Y. P. Bhola
Director - Finance
National Fertilizers Limited
A-11, Sector-24,
Noida-201301, Uttar Pradesh

April 23, 2021

Dear Sir/Madam,

Re: Rating Letter for BLR of National Fertilizers Limited

India Ratings and Research (Ind-Ra) has affirmed National Fertilizers Limited's (NFL) Long-Term Issuer Rating at 'IND AA-'. The Outlook is Stable. The instrument-wise rating actions are as below:

Instrument Type	Maturity Date	Size of Issue (billion)	Rating/Outlook	Rating Action
Long-term loans - external commercial borrowings (ECBs)	September 2020	INR0.57	WD	Withdrawn (paid in full)
Fund-based working capital limits	-	INR40 (reduced from INR60)	IND AA-/Stable/IND A1+	Affirmed
Non-fund-based working capital limits	-	INR20	IND A1+	Affirmed
Proposed fund-based working capital		INR2.14	WD	Withdrawn (the company is not proceeding with the instrument as envisaged)

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security.

The manner of India Ratings factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in India where the rated security is offered and sold, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors.

Users of India Ratings ratings should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information India Ratings relies on in connection with a rating will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings and to the market in offering documents and other reports. In issuing its ratings India Ratings must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings are inherently forward-looking and embody assumptions and predictions about future events that by their nature cannot be verified as facts. As a result, despite any verification of current facts, ratings can be affected by future events or conditions that were not anticipated at the time a rating was issued or affirmed.

India Ratings seeks to continuously improve its ratings criteria and methodologies, and periodically updates the descriptions on its website of its criteria and methodologies for securities of a given type. The criteria and methodology used to determine a rating action are those in effect at the time the rating action is taken, which for public ratings is the date of the related rating action commentary. Each rating action commentary provides information about the criteria and methodology used to arrive at the stated rating, which may differ from the general criteria and methodology for the applicable security type posted on the website at a given time. For this reason, you should always consult the applicable rating action commentary for the most accurate information on the basis of any given public rating.

Ratings are based on established criteria and methodologies that India Ratings is continuously evaluating and updating. Therefore, ratings are the collective work product of India Ratings and no individual, or group of individuals, is solely responsible for a rating. All India Ratings reports have shared authorship. Individuals identified in an India Ratings report were involved in, but are not solely responsible for, the opinions stated therein. The individuals are named for contact purposes only.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer. Ratings do not comment on the adequacy of market price, the suitability of any investment, loan or security for a particular investor (including without limitation, any accounting and/or regulatory treatment), or the tax-exempt nature or taxability of payments made in respect of any investment, loan or security. India Ratings is not your advisor, nor is India Ratings providing to you or any other party any financial advice, or any legal, auditing, accounting, appraisal, valuation or actuarial services. A rating should not be viewed as a replacement for such advice or services. Investors may find India Ratings ratings to be important information, and India Ratings notes that you are responsible for communicating the contents of this letter, and any changes with respect to the rating, to investors.

It will be important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient.

Nothing in this letter is intended to or should be construed as creating a fiduciary relationship between India Ratings and you or between India Ratings and any user of the ratings.

In this letter, “India Ratings” means India Ratings & Research Pvt. Ltd. and any successor in interest.

We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please contact the undersigned at {BoardNo}.

Sincerely,

India Ratings

DNPant

Devendra Pant
Senior Director

Annexure: Facilities Breakup

Instrument Description	Banks Name	Ratings	Sanction Amount (INR million)	
Fund Based Working Capital Limit	State Bank of India	IND AA-/Stable/IND A1+	20000	
Fund Based Working Capital Limit	Punjab & Sind Bank	IND AA-/Stable/IND A1+	500	
Fund Based Working Capital Limit	HDFC Bank Limited	IND AA-/Stable/IND A1+	1250	
Fund Based Working Capital Limit	Oriental Bank of Commerce	IND AA-/Stable/IND A1+	600	
Fund Based Working Capital Limit	IDBI Bank	IND AA-/Stable/IND A1+	250	
Fund Based Working Capital Limit	IndusInd Bank	IND AA-/Stable/IND A1+	250	
Fund Based Working Capital Limit	ICICI Bank	IND AA-/Stable/IND A1+	200	
Fund Based Working Capital Limit	DBS Bank	IND AA-/Stable/IND A1+	750	
Fund Based Working Capital Limit	CTBC Bank	IND AA-/Stable/IND A1+	750	
Fund Based Working Capital Limit	Bank of India	IND AA-/Stable/IND A1+	750	
Fund Based Working Capital Limit (Outside Consortium)	NA	IND AA-/Stable/IND A1+	14700	
Non-Fund Based Working Capital Limit	NA	IND A1+	20000	