

No. CARE/HO/RL/2020-21/3437

Mr. V.K. Lele

Vice President (Finance)

Apar Industries Ltd

137/138, 13th Floor, Jolly Maker Chamber No: 2,
Nariman Point, Mumbai – 400 021

December 14, 2020

Confidential

Dear Sir,

Credit rating for bank facilities

On the basis of recent developments including operational and financial performance of Apar Industries Limited for FY20 (Audited) and H1FY21 (Unaudited), our Rating Committee has reviewed the following ratings:

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action
Long Term Bank Facilities	776.50 (Reduced from 803.34)	CARE A; Stable (Single A; Outlook: Stable)	Reaffirmed
Long Term / Short Term Bank Facilities	5,500.00	CARE A; Stable / CARE A1 (Single A ; Outlook: Stable / A One)	Reaffirmed
Total Facilities	6,276.50 (Rs. Six Thousand Two Hundred Seventy-Six Crore and Fifty Lakhs Only)		

2. Refer **Annexure 1** for details of rated facilities.
3. The rationale for the rating will be communicated to you separately. A write-up (press release) on the above rating is proposed to be issued to the press shortly, a draft of which is enclosed for your perusal as **Annexure 2**. We request you to peruse the annexed document and offer your comments if any. We are doing this as a matter of courtesy to our clients and with a view to ensure that no factual inaccuracies have inadvertently crept in. Kindly revert as early as possible. In any case, if we do not hear from you by December 16, 2020, we will proceed on the basis that you have no any comments to offer.
4. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
5. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants

¹Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.
CARE Ratings Ltd.

such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the bank facilities, CARE shall carry out the review on the basis of best available information throughout the life time of such bank facilities. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.

6. CARE ratings do not take into account the sovereign risk, if any, attached to the foreign currency loans, and the ratings are applicable only to the rupee equivalent of these loans.
7. Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.
8. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
9. CARE ratings are **not** recommendations to sanction, renew, disburse or recall the concerned bank facilities.

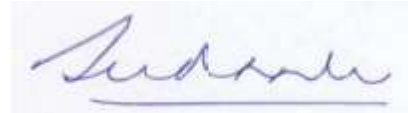
If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

Yours faithfully,



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Encl.: As above

Disclaimer

CARE's ratings are opinions on the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE's ratings do not convey suitability or price for the investor. CARE's ratings do not constitute an audit on the rated entity. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments. CARE or its subsidiaries/associates may also have other commercial transactions with the entity. In case of partnership/proprietary concerns, the rating /outlook assigned by CARE is, inter-alia, based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors. CARE is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE's rating. Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

Annexure 1

Details of Rated Facilities

1. Long Term Facilities

1.A. Term Loans

Sr. No.	Name of Bank / Lender	Rated Amount (Rs. crore)	Remarks
1.	State Bank of India, Tokyo	200.00	Repayable by March 5, 2026
2.	Kotak Mahindra Bank Ltd.	76.50	Repayable by March 8, 2024
	Total	276.50	

1.B. Fund Based Limits

Sr. No.	Name of Bank / Lender	CC/WCDL/OD/Export Credit-Rated Amount (Rs. crore)
1.	Union Bank of India	130.00
2.	Canara Bank (earlier Syndicate Bank)	100.00
3.	Societe Generale	90.00
4.	Crédit Agricole Corporate and Investment Bank	50.00
5.	Bank of India	45.00
6.	IDFC First Bank Ltd.	20.00
7.	Kotak Mahindra Bank Ltd.	20.00
8.	Yes Bank Ltd.	5.00
9.	DBS Bank India Ltd.	5.00
10.	Emirates NBD	5.00
11.	IndusInd Bank Ltd.	5.00
12.	RBL Bank Limited	5.00
13.	IDBI Bank Ltd.	5.00
14.	State Bank of India	5.00
15.	Axis Bank Ltd.	5.00
16.	ICICI Bank Ltd.	5.00
	Total	500.00

CC= Cash Credit, WCDL= Working capital Demand Loan, OD=Over draft

Total Long Term Facilities : Rs.776.50 crore

2. Long Term / Short Term Facilities

2.A. Non-Fund Based Limits

Sr. No.	Name of Bank / Lender	LC/BG/SBLC/BD/Letter of Guarantee-Rated Amount (Rs. crore)
1.	Union Bank of India	1,200.00
2.	Canara Bank (earlier Syndicate Bank)	995.00
3.	Yes Bank Ltd.	395.00
4.	Axis Bank Ltd.	395.00
5.	IndusInd Bank Ltd.	290.00
6.	Bank of India	280.00
7.	IDBI Bank Ltd.	270.00
8.	IDFC First Bank Ltd.	255.00
9.	RBL Bank Limited	245.00
10.	Kotak Mahindra Bank Ltd.	230.00
11.	DBS Bank India Ltd.	220.00
12.	ICICI Bank Ltd.	195.00
13.	Crédit Agricole Corporate and Investment Bank	190.00
14.	State Bank of India	170.00
15.	Societe Generale	90.00
16.	Emirates NBD	80.00
	Total	5,500.00

LC=Letter of Credit, BG=Bank Guarantee, SBLC=Stand by letter of credit, BD= Bill discounting

NOTE: There is interchangeability of limits for Letter of Credit as well as Letter of Guarantees under Non Fund Based limits in all the banks. At any time, utilization of total working capital facilities will be within the overall limit of Rs.6000 crore.

Total Long Term / Short Term Facilities: Rs.5,500.00 crore

Total Facilities (1.A+1.B+2.A): Rs.6,276.50 crore