



INFOMERICS VALUATION AND RATING PVT. LTD.

Integrated Financial Omnibus Metrics Research of International Corporate Systems

February 25, 2020

Mr. Surender Kansal

Executive Director

Indian Acrylics Limited

Village - Har Kishan Pura, Sub Tehsil - Bhawani Garh
Sangrur, Punjab - 148026

Dear Sir,

Assignment of rating to the Bank facilities of Indian Acrylics Limited

Please refer to the Mandate Contract dated February 20, 2020 on the captioned subject and your letter dated February 25, 2020 accepting our rating & use thereof.

Our Rating Committee has assigned the following ratings:

Sl. No.	Instrument/Facility	Amount (Rs. Crore)	Ratings Assigned
1	Long Term Bank Facilities - Fund Based	125.10	IVR BB+/Stable Outlook (IVR Double B Plus with Stable Outlook)
2	Short Term Bank Facilities - Non-fund based	214.25	IVR A4+ (IVR A Four Plus)
Total		339.35	

Details of the credit facilities are attached in Annexure I.

Our rating symbols for long-term and short-term ratings and explanatory notes thereon are attached in Annexure II.

The rationale for the rating will be communicated to you shortly.

If the long term / short term facility is not availed within a period of six months / three months respectively from the date of this letter, then the rating may please be revalidated from us before availing the facility.

A formal surveillance/review of the rating is normally conducted every year from the date of initial rating/ last review of the rating. However, Infomerics reserves the right to undertake a surveillance/review of the rating more than once a year if in the opinion of Infomerics, circumstances warrant such surveillance/review.

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CIN : U32202DL1986PTC024575



Infomerics reserves the right to withdraw/revise the rating assigned on the basis of new information. Infomerics is also entitled to publicise/disseminate such withdrawal/revision in the assigned rating in any manner considered appropriate by it, without reference to you.

Please note to furnish all material information and any other information in a timely manner as may be required by Infomerics, for monitoring the rating assigned by Infomerics.

Please note to inform Infomerics before availing any new bank facilities and/or changes in terms, conditions and/or size of the facilities rated.

Please note to provide us a No Default Statement on monthly basis by the first working day of the next month without fail. Kindly mail the No Default Statement at nds@infomerics.com.

Please note to provide us the quarterly results/Quarterly operational data within 6 weeks from the close of the quarter for our review.

Please note to inform us immediately, if there is any delay/default in servicing of debt.

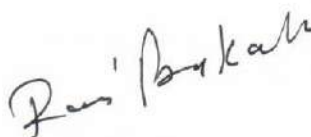
Please note that Infomerics ratings are not recommendations to buy, sell or hold any security or to sanction, renew, disburse or recall the bank facilities.

In case you require any clarification, you are welcome to communicate with us in this regard.

Thanking you,

With Regards,


(Rajat Maheshwari)
Rating Analyst


(Ravi Prakash)
Senior Rating Analyst

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change, suspend or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are 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 us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor AOPs in addition to the financial performance and other relevant factors.

ANNEXURE I

1. Long Term Fund Based Facility – Cash Credit

(Rs. Crore)				
Sr. No	Lender	Rated Amount (Rs. Crore)	Remarks	Maturity
1.	SBI	9.50	-	Revolving
2.	HDFC Bank	3.00	-	
3.	Punjab National Bank	17.50	-	
	Total	30.00		

2. Long Term Fund Based Facility – Term Loan

(Rs. Crore)				
Sr. No	Lender	Rated Amount (Rs. Crore)	Remarks	Maturity
1.	SBI	4.40	-	October, 2022
2.	HDFC Bank	37.17	-	March, 2026
3.	Punjab National Bank	42.10	-	October, 2025
4.	Indian Overseas Bank	11.43	-	January, 2024
	Total	95.10		

3. Short Term Non-Fund Based Facility – LC/LC Ad-hoc

(Rs. Crore)				
Sr. No	Lender	Rated Amount (Rs. Crore)	Remarks	Maturity
1.	SBI	74.25	-	Less than a year
2.	Punjab National Bank	114.00	-	
3.	HDFC Bank	25.00*	-	
	Total	213.25		

*LC-Ad hoc has been availed from HDFC Bank

4. Short Term Non-Fund Based Facility – BG

(Rs. Crore)				
Sr. No	Lender	Rated Amount (Rs. Crore)	Remarks	Maturity
1.	SBI	0.50	-	Less than a year
2.	Punjab National Bank	0.50	-	
	Total	1.00		

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Ravi Malhotra

ANNEXURE II

INFOMERICS Rating Scale for Long Term Instruments & Borrowing Programmes

Rating Scale	Definition
IVR AAA	Instruments with this rating are considered to have the highest degree of safety regarding timely servicing of financial obligations. Such instruments carry lowest credit risk
IVR AA	Instruments with this rating are considered to have high degree of safety regarding timely servicing of financial obligations. Such instruments carry very low credit risk
IVR A	Instruments with this rating are considered to have adequate degree of safety regarding timely servicing of financial obligations. Such instruments carry low credit risk
IVR BBB	Instruments with this rating are considered to have moderate degree of safety regarding timely servicing of financial obligations. Such instruments carry moderate credit risk
IVR BB	Instruments with this rating are considered to have moderate risk of default regarding timely servicing of financial obligations
IVR B	Instruments with this rating are considered to have high risk of default regarding timely servicing of financial obligations
IVR C	Instruments with this rating are considered to have very high risk of default regarding timely servicing of financial obligations
IVR D	Instruments with this rating are in default or are expected to be in default soon

INFOMERICS may apply '+' (plus) or '-' (minus) signs for ratings assigned 'IVR AA' to 'IVR C' to indicate their relative standing within the category.

INFOMERICS may assign rating outlooks for ratings from IVR 'AAA' to IVR 'B'.

INFOMERICS Rating Scale for Short Term Instruments & Borrowing Programmes

Rating Scale	Definition
IVR A1	Instruments with this rating are considered to have very strong degree of safety regarding timely payment of financial obligations. Such instruments carry lowest credit risk.
IVR A2	Instruments with this rating are considered to have strong degree of safety regarding timely payment of financial obligations. Such instruments carry low credit risk.
IVR A3	Instruments with this rating are considered to have moderate degree of safety regarding timely payment of financial obligations. Such instruments carry higher credit risk as compared to instruments rated in the two higher categories.
IVR A4	Instruments with this rating are considered to have minimal degree of safety regarding timely payment of financial obligations. Such instruments carry very high credit risk and are susceptible to default.
IVR D	Instruments with this rating are in default or expected to be in default on maturity in servicing of debt obligations.

INFOMERICS may apply '+' (plus) signs for ratings assigned from 'IVR A1' to 'IVR A4' to indicate their relative standing within the category.

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For Master