

SEC/BSE/ 54 /2019-20

December 31, 2020

The Manager
Corporate Relationship Department,
BSE Limited, Rotunda Building,
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400 001

Kind Attn : Mr. Abhay Mungekar/ Mr. Amol Hosalkar
Scrip Code : 517449
ISIN : INE437D01010

Dear Sirs,

Assignment of Credit Rating:

We would like to inform you that CARE Ratings Limited has assigned Credit Rating for various bank facilities of Magna Electro Castings Limited as required.

The extract of rating letter issued by CARE Ratings Limited dated 30th December, 2020 is enclosed for your reference and records.

Kindly take this information on record.

Thanking you

For Magna Electro Castings Limited


Sangeetha C
Company Secretary
ACS-34056

No. CARE/CMBO/RL/2020-21/1132

Shri N Krishna Samaraj
Managing Director
Magna Electro Castings Limited
43, Balasundaram Road,
Coimbatore,
Tamil Nadu 641018

December 30, 2020

Confidential

Dear Sir,

Credit rating for bank facilities

On the basis of recent developments including operational and financial performance of your Company 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	10.00	CARE BBB+; Stable (Triple B Plus; Outlook: Stable)	Reaffirmed
Short Term Bank Facilities	16.25	CARE A2 (A Two)	Reaffirmed
Total Facilities	26.25 (Rs. Twenty-Six Crore and Twenty-Five Lakhs Only)		

2. Refer **Annexure 1** for details of rated facilities.
3. The rationale for the rating will be communicated to you separately.
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.

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

CARE Ratings Ltd.

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Somaiya Hospital Road, Off Eastern Express Highway, Sion
(E), Mumbai - 400 022.
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Puliakulam Road, Coimbatore - 641 037.
Tel: +91-422-4332399 / 4502399

CIN-L67190MH1993PLC071691

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 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 aforementioned 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,



Sravanti VK
Junior Analyst
sravanti.vk@careratings.com



Swathi Subramanian
Senior Manager
Swathi.Subramanian@careratings.com

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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.

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Annexure 1
Details of Rated Facilities

1. Long Term Facilities

1.A. Fund Based Limits

Sr. No.	Name of Bank / Lender	Rated Amount (Rs. crore)	Remarks
1.	Indian Bank	5.00	Cash Credit
2.	Union Bank of India (<i>Erstwhile Corporation Bank of India</i>)	5.00	
	Total	10.00	

Total Long Term Facilities: Rs.10.00 crore

2. Short Term Facilities

2.A. Fund Based Limits

Sr. No.	Name of Bank / Lender	Rated Amount (Rs. crore)	Remarks
1.	Union Bank of India (<i>Erstwhile Corporation Bank of India</i>)	10.00	Foreign Bill Discounting
	Total	10.00	

2.B. Non-Fund Based Limits

Sr. No.	Name of Bank / Lender	Rated Amount (Rs. crore)	Remarks
1.	Union Bank of India (<i>Erstwhile Corporation Bank of India</i>)	5.00	Letter of Credit
2.	Union Bank of India (<i>Erstwhile Corporation Bank of India</i>)	1.25	Bang Guarantee
	Total	6.25	

Total Short Term Facilities: Rs.16.25 crore

Total Facilities (1.A+2.A+2.B): Rs.26.25 crore

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