



## International Combustion (India) Limited

Regd. Off.: Infinity Benchmark, 11th Fl., Plot No. G-1,  
Block-EP & GP, Sector-V, Salt Lake, Kolkata - 700 091, India  
10<sup>th</sup> April, 2019

M/s. Bombay Stock Exchange Ltd.  
Corporate Relationship Department  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai - 400 001

**Scrip Code : 505737**

**Sub : Credit Rating**

Dear Sirs,

Pursuant to Regulation 30 of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that the credit rating agency ICRA Limited (ICRA) has reaffirmed the long-term scale rating on the working capital credit facilities enjoyed by the Company from its bankers on consortium basis of [ICRA]BBB- (pronounced as ICRA triple B minus) [signifying a moderate degree of safety regarding timely servicing of financial obligations and carrying moderate credit risk]. The outlook on the long term scale rating is Stable. ICRA has also reaffirmed the short-term scale rating on the aforementioned facilities of [ICRA]A3 (pronounced as ICRA A three) [signifying a moderate degree of safety regarding timely servicing of financial obligations and carrying higher credit risk as compared to instruments/ facilities rated in the higher categories].

ICRA has reaffirmed the ratings primarily factoring in the Company's proven track record in the Engineering/Material Handling Equipment as well as the Geared Motors/ Gear Boxes segments and its technological tie-ups with leading global players which enhance the Company's competitive position. The ratings also reflect the Company's conservative capital structure and financial flexibility derived from moderate utilisation of working capital limits, a sizeable portfolio of liquid investments and income thereon which provide an additional liquidity back-up. ICRA has also taken into account the improvement in the Company's revenues and profitability during the nine months' period ended 31<sup>st</sup> December, 2018 vis-a-vis the corresponding nine months' period of the previous financial year, driven by improved demand in the Engineering/Material Handling Equipment as well as the Geared Motors/ Gear Boxes segments. The ratings are however constrained by the continuing weak performance of the Building Material Segment, which, in the opinion of ICRA, is likely to exert pressure on the Company's overall profitability and cash flows in the near to medium term, given its substantial debt-servicing obligation due to setting up of the division.

Thanking You,  
Yours faithfully,

For International Combustion (India) Limited

  
S. C. Saha

Company Secretary