

Ref: ICRA/ KEI Industries Limited/15092021/1

Date: September 15, 2021

Mr. Rajeev Gupta

CFO

KEI Industries Limited

D-90, Okhla Industrial Area,
Phase – I, New Delhi - 110020

Dear Sir,

Re: Surveillance of ICRA-assigned Credit Rating for Rs. 3,400.00 crore Bank Facilities (details as per Annexure), Rs. 40.00 crore Commercial Paper (CP) Programme and Rs. 50.00 crore Fixed Deposit rating of KEI Industries Limited

Please refer to the Rating Agreement/Statement of Work dated July 25, 2016, June 24, 2019 and January 13, 2020 executed between ICRA Limited (“ICRA”) and your Company, whereby, ICRA is required to review its ratings, on an annual basis, or as and when the circumstances so warrant. Based on a review of the latest developments, the Rating Committee of ICRA, after due consideration has upgraded the long-term rating to [ICRA]AA- (pronounced ICRA double A minus) from [ICRA] A+ (pronounced ICRA A plus) (“Rating”). The Rating Committee of ICRA, after due consideration, has also upgraded the short-term rating to [ICRA] A1+ (pronounced ICRA A one plus) from ICRA A1 (pronounced ICRA A one). The Rating Committee of ICRA, after due consideration, has also upgraded the medium-term rating to [ICRA] MAA- (pronounced M double A minus) from MA+ (pronounced M A plus). The outlook on the long-term rating and medium-term rating is Stable.

Instruments with [ICRA] AA rating are considered to have high degree of safety regarding timely servicing of financial obligations. Instruments with [ICRA]A1 rating are considered to have very strong degree of safety regarding timely payment of financial obligations. Instruments with MAA indicate high-credit-quality rating assigned by ICRA. The rated deposits programme carries low credit risk. The modifier + (plus)/ - (minus) may be appended to the rating symbols to indicate their relative position within the rating levels concerned.

In any of your publicity material or other document wherever you are using the above Ratings, it should be stated as **[ICRA]AA-(Stable)/MAA-(Stable)/[ICRA]A1+**.

The aforesaid Ratings will be due for surveillance any time before September 13, 2022. However, ICRA reserves the right to review and/or, revise the above Ratings at any time on the basis of new information becoming available, or the required information not being available, or other circumstances that ICRA believes could have an impact on the Ratings. Therefore, request the lenders and Investors to visit ICRA website at www.icra.in for latest Ratings of the Company.

The Ratings are specific to the terms and conditions of the rated line of credit (LOC) as indicated to us by you, and any change in the terms or size of the same would require a review of the Ratings by us. In case



there is any change in the terms and conditions or the size of the rated LOC, the same must be brought to our notice before the LOC is used by you. In the event such changes occur after the Ratings have been assigned by us and their use has been confirmed by you, the Ratings would be subject to our review, following which there could be a change in the Ratings previously assigned. Notwithstanding the foregoing, any change in the over-all limit of the LOC from that specified in the first paragraph of this letter would constitute an enhancement that would not be covered by or under the said Rating Agreement.

The Ratings assigned must be understood solely as an opinion and should not be treated, or cause to be treated, as recommendation to buy, sell, or hold the rated LOC availed/issued by your company.

Additionally, we wish to highlight the following with respect to the CP Programme Rating:

- (a) If the instrument rated, as above, is not issued by you within a period of 3 months from the date of this letter, the Rating would need to be revalidated before issuance;
- (b) Our Rating is valid from the date of this letter till December 14, 2022 (“Validity Period”). The Rating will generally be due for review at the end of the Validity Period. The maturity date of CP shall not be after the end of the Validity Period. The CP will have a maximum maturity of twelve months.
- (c) The Rating, as aforesaid, however, should not be treated as a recommendation to buy, sell or hold CP issued by you. The Rating is restricted to your CP programme size of Rs. 40.00 crore only. In case, you propose to enhance the size of the CP programme, the same would require to be rated afresh. ICRA does not assume any responsibility on its part, for any liability, that may arise consequent to your not complying with any eligibility criteria, applicable from time to time, for issuance of CP.

You are also requested to forthwith inform us about any default or delay in repayment of interest or principal amount of the instrument rated, as above, or any other debt instruments/ borrowing and keep us informed of any other developments which may have a direct or indirect impact on the debt servicing capability of the company including any proposal for re-schedulement or postponement of the repayment programmes of the dues/ debts of the company with any lender(s) / investor(s). Further, you are requested to inform us immediately as and when the borrowing limit for the instrument rated, as above, or as prescribed by the regulatory authority(ies) is exceeded.

We look forward to your communication and assure you of our best services.

With kind regards,
Yours sincerely,
For ICRA Limited

Digitally signed by SABYASACHI MAJUMDAR

Date: 2021.09.16 11:01:07 +05'30'

Sabyasachi Majumdar
(Senior Vice President)
sabyasachi@icraindia.com

Annexure: Details of Bank Limits Rated by ICRA (Rated on Long-Term Scale)

	Amount (Rs. crore)	Rating	Rating Assigned on
Cash Credit Limits			
Bank of Baroda	125.00	[ICRA]AA- (Stable)	September 14, 2021
State Bank of India	120.00	[ICRA]AA- (Stable)	September 14, 2021
Punjab National Bank	85.00	[ICRA]AA- (Stable)	September 14, 2021
Union Bank of India	41.00	[ICRA]AA- (Stable)	September 14, 2021
Axis Bank	45.00	[ICRA]AA- (Stable)	September 14, 2021
ICICI Bank	32.00	[ICRA]AA- (Stable)	September 14, 2021
Indusind Bank	3.00	[ICRA]AA- (Stable)	September 14, 2021
IDFC First Bank	2.00	[ICRA]AA- (Stable)	September 14, 2021
Indian Overseas Bank	2.00	[ICRA]AA- (Stable)	September 14, 2021
RBL Bank Ltd	2.00	[ICRA]AA- (Stable)	September 14, 2021
HDFC Bank Limited	39.00	[ICRA]AA- (Stable)	September 14, 2021
DCB Bank Limited	2.00	[ICRA]AA- (Stable)	September 14, 2021
IDBI Bank Limited	30.00	[ICRA]AA- (Stable)	September 14, 2021
Bank of India	10.00	[ICRA]AA- (Stable)	September 14, 2021
Kotak Mahindra Bank	20.00	[ICRA]AA- (Stable)	September 14, 2021
Bank of Bahrain & Kuwait	40.00	[ICRA]AA- (Stable)	September 14, 2021
YES Bank	2.00	[ICRA]AA- (Stable)	September 14, 2021
Sub Total (i)	600.0		
Term Loans			
SBI ECB	29.36	[ICRA]AA- (Stable)	September 14, 2021
Kotak Mahindra Bank	10.00	[ICRA]AA- (Stable)	September 14, 2021
Sub Total (ii)	39.36		
Total (iii = i + ii)	639.36		

Details of Bank Limits Rated by ICRA (Rated on Short-Term Scale)

	Amount (Rs. crore)	Rating	Rating Assigned on
Non Fund based limits			
Bank of Baroda	380.00	[ICRA]A1+	September 14, 2021
State Bank of India	325.00	[ICRA]A1+	September 14, 2021
Punjab National Bank	292.00	[ICRA]A1+	September 14, 2021
Union Bank of India	192.00	[ICRA]A1+	September 14, 2021
Axis Bank	200.00	[ICRA]A1+	September 14, 2021
ICICI Bank	270.00	[ICRA]A1+	September 14, 2021
Indusind Bank	140.00	[ICRA]A1+	September 14, 2021
IDFC First Bank	78.00	[ICRA]A1+	September 14, 2021
Indian Overseas Bank	48.00	[ICRA]A1+	September 14, 2021
RBL Bank Ltd	54.00	[ICRA]A1+	September 14, 2021
HDFC Bank Limited	116.00	[ICRA]A1+	September 14, 2021
DCB Bank Limited	73.00	[ICRA]A1+	September 14, 2021
IDBI Bank Limited	57.00	[ICRA]A1+	September 14, 2021
Bank of India	45.00	[ICRA]A1+	September 14, 2021
Kotak Mahindra Bank	50.00	[ICRA]A1+	September 14, 2021
Bank of Bahrain & Kuwait	18.00	[ICRA]A1+	September 14, 2021
DBS Bank India Ltd	54.00	[ICRA]A1+	September 14, 2021
YES Bank	18.00	[ICRA]A1+	September 14, 2021
Total (iv)	2410.00		

Details of Bank Limits Rated by ICRA (Rated on Long-term/Short-Term Scale)

	Amount (Rs. crore)	Rating	Rating Assigned on
Unallocated bank limits (v)	350.64	[ICRA]AA- (Stable)/ [ICRA]A1+	September 14, 2021
Grand Total (iii + iv +v)	3400.0		