



Date: 25th July, 2020

National Stock Exchange of India Limited
 Exchange Plaza
 Bandra - Kurla Complex
 Bandra (E), Mumbai - 400051
 Symbol - **TEXRAIL**

Dear Sirs,

We refer our intimation dated 24th July, 2020 and in respect of your query dated 24th July, 2020, we clarify as follows:

In compliance with the Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we write to inform you that Rating Agencies namely, CARE Ratings Limited and India Ratings & Research Private Limited vide their letter dated 13th July, 2020 and 21st July, 2020 respectively have downgraded the following ratings to the Company as tabulated below:

Name of the Company	Credit Rating Agency	Facilities	Existing Rating	Revised Rating
Texmaco Rail & Engineering Limited	CARE Ratings Limited	Long-term Bank Facilities	CARE A+; Stable (Single A Plus; Outlook: Stable)	CARE A-; Stable (Single A Minus; Outlook: Stable)
		Short-term Bank Facilities	CARE A1 (A One)	CARE A2 (A Two)
		Long-term / Short-term Bank Facilities	CARE A+; Stable / CARE A1 (Single A Plus; Outlook: Stable / A One)	CARE A-; Stable / CARE A2 (Single A Minus; Outlook: Stable / A Two)
	India Ratings & Research Private Limited	Fund Based Limits	IND A/ RWN/IND A1/RWN	IND A-/RWN/IND A2+/RWN
		Term Loan	IND A/RWN	IND A-/RWN
		Non Fund Based Limits	IND A/ RWN/IND A1/RWN	IND A-/RWN/IND A2+/RWN



Rationale for downgraded ratings are as mentioned below:

The change in ratings was mainly on account of subdued performance of Rail EPC - Kalindee Division which was due to prevailing economic condition in the Country and intermittently fund crunch with the customers (including Government). Furthermore, the Company had made a significant amount of provision in the quarter and year ended 31st March, 2020 amounting Rs.149.92 crores on account of impairment of assets of the Rail EPC - Kalindee Division in respect of certain legacy contracts which were under execution for long and its pending obligations completed during the year. This has led to decline in profitability of the Company.

This is for your information and record.

Thanking you,

Yours faithfully,
For Texmaco Rail & Engineering Limited

Ravi Varma
Company Secretary &
Compliance Officer

cc:

*BSE Limited
P. J. Towers,
Dalal Street, Fort
Mumbai - 400001
Scrip Code - 533326*