



भारत हेवी इलेक्ट्रिकल्स लिमिटेड

Bharat Heavy Electricals Limited

18th June, 2021

DISCLOSURE ON CREDIT RATING TO STOCK EXCHANGE BY BHEL

M/s CRISIL has downgraded the rating on the long-term bank facilities of the company from 'CRISIL AA/Negative' to 'CRISIL AA-/Negative'. The rating on the short-term facilities has been reaffirmed at 'CRISIL A1+'. The instrument wise ratings are as under:

Bank Facilities	Rating Action	Primary reason mentioned by the Rating Agency
Long-Term Rating	CRISIL AA-/Negative (Rating downgraded from 'CRISIL AA/Negative' to 'CRISIL AA-/Negative')	The rating downgrade reflects weakening of the business and financial risk profile of BHEL, owing to significantly weaker-than-expected operating performance in fiscal 2021, and operating losses reported for the second consecutive year. The 'Negative' outlook factors in the likelihood that profitability may remain under pressure in fiscal 2022, amidst the ongoing pandemic, further weakening the credit risk profile.
Short-Term Rating	CRISIL A1+(Reaffirmed)	