

October 06, 2020

The National Stock Exchange of India
 "Exchange Plaza", Bandra Kurla Complex,
 Bandra East,
 Mumbai - 400 051
 (Scrip Code - SHIVAMAUTO)

The Bombay Stock Exchange Limited
 Phiroje Jeejeebhoy Towers
 Dalal Street Fort
 Mumbai - 400 001
 (Scrip Code - 532776)

Sub: Revision in Credit Rating of the Company

Dear Sir,

This is to inform you that rating committee of Credit Analysis & Research Limited (CARE) has assigned the following ratings to the Bank facilities:

Facilities	Current Revised Rating	Previous Rating
Long term Bank facilities	CARE BB; Negative (Double B; Outlook: Negative)	CARE BBB-; Negative (Triple B Minus; Outlook: Negative)
Short term Bank facilities	CARE A4 (A Four)	CARE A3 (A Three)

CARE has downgraded the ratings assigned to long term and short term bank facilities on the following reasons-

1. Operating performance remained subdued for FY21 owing to subdued demand in the domestic market due to slowdown in the auto industry coupled with uncertainty associated with recovery in demand on account of Covid-19 pandemic;
2. Deterioration in the financial risk profile of the Company in FY20 (April 01, 2019-March 31, 2020) and Q1FY21 (April 01, 2020-June 30, 2020) marked by cash losses at net level;
3. The liquidity position is delicately poised due to high working capital utilization;
4. Ratings remained constrained by moderated solvency and debt coverage indicators on account of debt funded capex in the past;
5. Revenue concentration risk towards few customers; and
6. Working capital intensive nature of operations and cyclical nature of auto sector.

However, the rating continues to derive strength from

1. Experienced and resourceful promoters;
2. Favourable location of plants;
3. Strong operational linkages; and
4. Long-standing relationship with its major customers.



SHIVAM AUTOTECH LIMITED www.shivamautotech.com
 CIN: L34300HR2005PLC081531

Registered Office: 10, 1st Floor, Emaar Digital Greens, Tower A, Sector 61, Golf Course Extension Road, Gurugram, Haryana-122102

Tel: 0124-4698700
Fax: 0124-4698798

Further, the Company has sought moratorium on payments from its lenders as part of the COVID-19 - Regulatory Package announced by the RBI on March 27, 2020 and May 03, 2020. CARE has not recognized this instance as a Default, as the same is permitted by the RBI as part of the relief measures *vide SEBI circular SEBI/HO/MIRSD/CRADT/CIR/P/2020/53 dated March 30, 2020.*

Kindly take the above on your record and oblige.

Thanking you.

For Shivam Autotech Limited

Santa Bajaj



Santa Bajaj
Company Secretary and Compliance Officer
M. No. 50269