

MEGASTAR FOODS LTD.

Registered Office : Plot No. 807 Industrial Area Phase-2, Chandigarh-160 002
Works : Kurali-Ropar Road, Village Solkhian-140 108, Distt. Roopnagar, Punjab
Ph. : +91 1881 240401 (6 Lines) E-mail : info@megastarfoods.com



To,

October 20, 2020

The General Manager,
Department of Corporate Services
The Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street,
Mumbai- 400001

Reference: Scrip Code No. 541352, ISIN- INE00EM01016

Subject: Disclosure of Revision in Credit Rating pursuant to regulation 30(6) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015

Dear Sir/Ma'am,

Pursuant to Regulation 30(6) read with Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation"), we would like to inform that based on Brickwork Ratings Research Update, the Company's corporate credit rating has been revised.

In accordance with the Regulation, please find below the details of the revision in ratings for the Company.

| Credit Rating Agency | Type of Credit Rating | Existing Rating | Revised Rating |
|---|---------------------------|------------------------------|--------------------------------|
| Brickwork Ratings India Private Limited | Long Term Fund Based | BWR BBB-Stable (Assigned) | BWR BBB-Stable (Reaffirmed) |
| | Short Term Non-fund Based | BWR A3 (Assigned) | Withdrawn |

Kindly take the same on your records.

Thanking you
Yours sincerely,

For, MEGASTAR FOODS LIMITED

ROBIN KUMAR

Company Secretary & Compliance Officer

Encl: As above

Certified by: _____





Brickwork Ratings India Pvt. Ltd.

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BWR/BLR/DEL/SRC/VKK/5028/2020-21
16 Oct 2020

Mr Arvind Goel

GM (Finance)

M/s Megastar Foods Ltd.

Plot No, 807, Industrial Area, Phase II ,Chandigarh,160002,Chandigarh

Dear Sir,

Sub: Annual Review/ Mid Term Review of Ratings of Bank Loan Facilities of M/s Megastar Foods Ltd. aggregating ₹ 34.12 Crores. (INR Thirty Four Crores and Twelve Lakhs Only)

Ref: BWR rating letter BWR/BLR/DEL/IRC/VKK/2032/2019-20 dated 05.08.19

On *Annual review* of **M/s Megastar Foods Ltd.** performance based on the information and clarifications provided by you, and as available in public sources, we are pleased to inform you that the ratings of **M/s Megastar Foods Ltd.** Bank Loan Facilities amounting to ₹34.12 crores have been reaffirmed as follows:

| Facility** | Amount (₹ Cr) | | Tenure | Rating* | |
|----------------|---------------|--------------|---|---------------------------|-----------------------------|
| | Previous | Present | | Previous (Aug, 2019) | Present |
| Fund Based | 34.36 | 34.12 | Long Term | BWR BBB-Stable (Assigned) | BWR BBB-Stable (Reaffirmed) |
| Non-fund Based | 0.50 | 0.00 | Short Term | BWR A3 (Assigned) | Withdrawn |
| Total | 34.86 | 34.12 | INR Thirty Four Crores and Twelve Lakhs Only | | |

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

** Details of Bank facilities is provided in Annexure-I



M/s Megastar Foods Ltd.

The Ratings are valid for twelve months from this letter and subject to terms and conditions as per your mandates letter dated **25 Mar 2019** and other correspondence, if any and Brickwork Ratings' standard disclaimer appended at the end of this letter. **You are requested to provide No Default statement on monthly basis.**

The rated bank loan facilities would be under surveillance during the said period. You are required to submit information periodically as per Annexure-II for the purpose of surveillance/review. You are also required to keep us informed of any information/ development that may affect your Company's finances/performance without any delay.

Best Regards,

A handwritten signature in black ink, appearing to read "V.K. Kukreja".

V.K.Kukreja
Associate Director - Ratings

Note: Rating Rationale of all accepted Ratings are published on Brickwork Ratings website. All non-accepted ratings are also published on Brickwork Ratings web-site . Interested persons are well advised to refer to our website www.brickworkratings.com, If they are unable to view the rationale, they are requested to inform us on brickworkhelp@brickworkratings.com.

Disclaimer: Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented "as is" without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.



M/s Megastar Foods Ltd.
ANNEXURE I
Details of Bank Facilities rated by BWR

| Name of the Bank | Type of Facilities | Long Term (₹ Cr) | Short Term (₹ Cr) | Total (₹ Cr) |
|-------------------------|---------------------------|-----------------------------|------------------------------|-------------------------|
| HDFC Bank | CC | 33.00 | - | 33.00 |
| | TL | 1.12 | -- | 1.12 |
| TOTAL | | | | 34.12 |

INR Thirty-Four Crores and Twelve Lakhs Only



M/s Megastar Foods Ltd.

Annexure-II

The following documents/ information should be submitted to BWR:

1. Confirmation from the Company that all the terms and conditions stipulated in the Bank's Term loan sanction letter has been fully complied with.
2. Certified copy of periodical book debts/bills receivables statements submitted to the bank.
3. Confirmation about payment of installment and interest as and when paid.
4. Schedule of Term Loan installments and Interest due and payment made so far.
5. Certified copy of Quarterly Information Statements (QIS) and Half Yearly Information Statements (HYIS) submitted to the bank.
6. Certified copy of Banks' Statements of Accounts on a quarterly basis.
7. Quarterly / Half yearly financial statements (unaudited or with limited review) and Annual financial statements (provisional as well as audited).
8. Information on delays/defaults in servicing bank loans, letters of credit, letters of guarantee, NCDs, bonds and other borrowings, if any, by the Company as at the end of March, June, September and December each year.
9. Information on delays / defaults in servicing of debt obligations of any subsidiary/other group companies, if any, as at the end of March, June, September and December each year.
10. Any other statement / information sought by BWR from time to time.
11. All the aforesaid information shall be mailed to dat@brickworkratings.com