

May 19, 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 BBB-; Negative (Triple B Minus; Outlook: Negative)	CARE BBB-; Negative (Triple B Minus; Outlook: Negative) <b>Reaffirmed</b>
Short term Bank facilities	CARE A3 (A Three)	<b>Revised</b> from Care A3+ (A Three Plus)

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

1. Temporary shutdown of manufacturing facilities following nationwide lockdown imposed by the Government and its subsequent extensions, auto sector is severely impacted.
2. Unfavorable 2W industry scenario and muted growth expected in Q4FY20 and Q1FY21.
3. Moderation in the financial risk profile of the Company in FY19 and 9MFY20 marked by losses at net level.
4. The liquidity position is delicately poised due to high working capital utilization.
5. Ratings remained constrained by moderated solvency and debt coverage indicators.
6. Revenue concentration risk
7. Working capital intensive nature of operations and cyclical nature of auto sector.

Although, the rating continues to derive strength from

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

Kindly take the above on your record and oblige.

Thanking you.

For Shivam Autotech Limited



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



**SHIVAM AUTOTECH LIMITED** [www.shivamautotech.com](http://www.shivamautotech.com)  
CIN: L34300HR2005PLC081531