



NO. SEC/BD/SE/Credit Rating  
August 10, 2022

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Dy General Manager  
BSE Ltd.  
Corporate Relationship Dept  
1st Floor, New Trading Ring,  
Rotunda Bldg  
PJ Towers, Dalal Street, Fort  
Mumbai-400 001  
Scrip Code: "500670"

The Manager  
Listing Department  
National Stock Exchange of India Ltd.  
Exchange Plaza,  
C-1, Block - "G",  
Bandra-Kurla Complex, Bandra (E)  
Mumbai – 400 051  
Symbol: "GNFC"

Sub.: Reaffirmation of credit rating by Brickwork Ratings (BWR) – the Credit Rating Agency.

Re.: Intimation under Regulation 30(6) read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir / Madam,

Pursuant to Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, this is to inform you that Brickwork Ratings (BWR) – the Credit Rating Agency, vide its letter dated August 09, 2022 has informed the Company that they have reviewed and reaffirmed the following ratings:

Nature of Instrument	Rating	Action by Brickwork Ratings (BWR)
Fund Based	BWR AA+ / Stable Assignment	Re-affirmed
Non-Fund Based	BWR A1+ / Assignment	Re-affirmed

Please find enclosed herewith the Credit Rating Letter received from Brickwork Ratings.

We request you to kindly take note of the above.

Thanking you,

Yours faithfully,  
For GUJARAT NARMADA VALLEY FERTILIZERS & CHEMICALS LTD.,

CS A C SHAH

COMPANY SECRETARY & GM (LEGAL)

## RATING RATIONALE

09Aug2022



### Gujarat Narmada Valley Fertilizers & Chemicals Ltd.

Brickwork Ratings reaffirms the ratings for the Bank Loan Facilities of Rs. 2900.00 Crs. of Gujarat Narmada Valley Fertilizers & Chemicals Ltd.

#### Particulars

Facilities**	Amount (Rs.Crs.)		Tenure	Rating#	
	Previous	Present		Previous (02 Aug 2021)	Present
Fund Based	2000.00	2000.00	Long Term	BWR AA+ /Stable Assignment	BWR AA + /Stable Reaffirmation
Non Fund Based	900.00	900.00	Short Term	BWR A1+ Assignment	BWR A1 + Reaffirmation
<b>Grand Total</b>	<b>2900.00</b>	<b>2900.00</b>	<b>(Rupees Two Thousand Nine Hundred Crores Only)</b>		

#Please refer to BWR website [www.brickworkratings.com](http://www.brickworkratings.com) (<https://www.brickworkratings.com>) for definition of the ratings

\*\*Details of Bank Loan facilities,consolidation or instruments are provided in Annexure

#### RATING ACTION / OUTLOOK

Brickwork Ratings (BWR) has reaffirmed BWR AA+/Stable/A1+ ratings for the bank loan facilities of Gujarat Narmada Valley Fertilizers & Chemicals Ltd (GNFC or the company).

The ratings derive comfort from the company's demonstrated track record in the fertilisers and chemicals businesses, diversified product profile with it being the sole/largest manufacturer of key chemicals such as Toluene Di-Isocyanate (TDI), aniline and acetic acid, presence in multiple states and strong brand recall in these areas, strong financial risk profile with high financial flexibility on account of the absence of any long-term debt, negligible utilisation of working capital limits, and the generation of substantial cash accruals and realisation of significant subsidy receivables under the Atmanirbhar Bharat scheme, bringing down the overall receivables level.

The ratings however, remain constrained on account of the company's exposure to regulatory risks, considering fertilisers is a highly regulated sector, and the susceptibility of the profitability margins to volatility associated with the chemicals business, arising out of movements in fuel prices and exchange rates.