

November 14, 2017

To,

Department of Corporate Services, BSE LIMITED P.J. Towers, Dalal Street, Mumbai-400 001 BSE Scrip Code: 532684	National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai-400 051 NSE Symbol: EKC NSE Series: EQ
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Dear Sir,

**Sub: Revision in the credit rating by CARE (Credit Analysis & Research Ltd.)
for bank facilities of Rs. 229.41 Crore availed by the Company**

In terms of Regulation 30(4) read with Schedule III Part A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that CARE has revised the Credit Rating as per the following table vide their letter dated November 13, 2017;

Facilities	Amount (Rs. Crore)	Rating	Rating Action
Long Term Fund Based Bank Facilities (Yes Bank Term Loan)	84.99 (Reduced from 206.96)	CARE BB: Positive (Double B: Outlook Positive)	Revised from CARE B
Long Term Fund Based Bank Facilities (EXIM Bank Term Loan)	8.50 (Reduced from 32.09)	CARE BB: Positive (Double B: Outlook Positive)	Revised from CARE B
Long Term Fund Based Bank Facilities- Cash Credit	81.00	CARE BB: Positive (Double B: Outlook Positive)	Revised from CARE B
Short Term Non- Fund Based Bank Facilities	54.92 (Enhanced from 44.92)	CARE A4+ (A Four Plus)	Revised from CARE A4
Total	229.41 (Rupees Two Hundred Twenty Nine Crore and Forty One Lakh only)		

EVEREST KANTO CYLINDER LIMITED

**Manufacturers
of High Pressure
Seamless
Gas Cylinders**

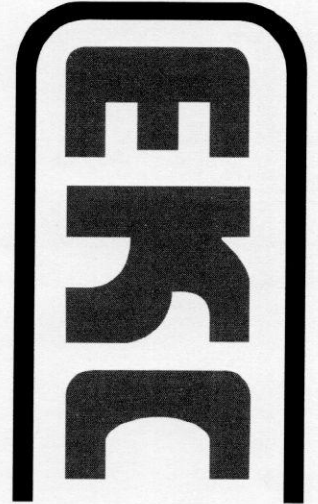
Registered Office :
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Free Press Journal Marg,
214, Nariman Point,
Mumbai - 400 021.

CIN L29200MH1978PLC020434

Tel. : +91-22-3026 8300 / 01

Fax : +91-22-2287 0720

Website : www.everstkanto.com



The Rating Revision letter dated November 13, 2017 from CARE is attached herewith as Annexure.

Thanking you,

Yours faithfully,
For Everest Kanto Cylinder Limited



Alok Bodas
Company Secretary



Encl: a/a

CARE/HO/RL/2017-18/3184

Shri P.K. Khurana
Chairman & MD
Everest Kanto Cylinder Limited
204, Raheja Centre, Press Journal Marg,
214, Nariman Point,
Mumbai – 400021

November 13, 2017

Confidential

Dear Sir,

Credit rating for bank facilities

On the basis of recent developments including operational and financial performance of your company for FY17 (Audited) and Q1FY18 (Limited Review), our Rating Committee has reviewed the following ratings:

Facilities	Amount (Rs. crore)	Ratings ¹	Rating Action
Long-term fund based bank facilities (Yes Bank Term Loan)	84.99 (reduced from 206.96)	CARE BB; Positive (Double B; Outlook: Positive)	Revised from CARE B
Long-term fund based bank facilities (EXIM Bank Term Loan)	8.50 (reduced from 32.09)	CARE BB; Positive (Double B; Outlook: Positive)	Revised from CARE B
Long-term fund based bank facilities – Cash Credit	81.00	CARE BB; Positive (Double B; Outlook: Positive)	Revised from CARE B
Short-term non-fund based bank facilities	54.92 (enhanced from 44.92)	CARE A4+ (A Four Plus)	Revised from CARE A4

¹Complete definition of the ratings assigned is available at www.careratings.com and other CARE publications.

CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Slon (E), Mumbai - 400 022.
Tel.: +91-22- 6754 3456 • Fax: +91-22- 022 6754 3457 • www.careratings.com • CIN-L67190MH1993PLC071691

Facilities	Amount (Rs. crore)	Ratings ¹	Rating Action
Total Facilities	229.41 (Rs. Two hundred twenty nine crore and forty one lakh only)		

2. Refer Annexure 1 for details of rated facilities.
3. The rationale for the rating will be communicated to you separately. A write-up (press release) on the above rating is proposed to be issued to the press shortly, a draft of which is enclosed for your perusal as Annexure-2. We request you to peruse the annexed document and offer your comments if any. We are doing this as a matter of courtesy to our clients and with a view to ensure that no factual inaccuracies have inadvertently crept in. Kindly revert as early as possible. In any case, if we do not hear from you by November 15, 2017, we will proceed on the basis that you have no any comments to offer.
4. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
5. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the bank facilities, CARE shall carry out the review on the basis of best available information throughout the life time of such bank facilities. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.

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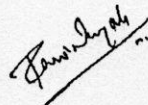
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6. CARE ratings do not take into account the sovereign risk, if any, attached to the foreign currency loans, and the ratings are applicable only to the rupee equivalent of these loans.
7. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
8. CARE ratings are **not** recommendations to sanction, renew, disburse or recall the concerned bank facilities.

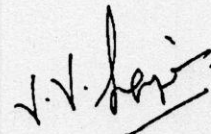
If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

Yours faithfully,



[Ravi Nayak]
Deputy Manager
ravi.nayak@careratings.com



[Vishal Sanghavi]
Asst.General Manager
vishal.sanghavi@careratings.com

Encl.: As above

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating/outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

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**Annexure 1
Details of Rated Facilities**

1. Long-term facilities

1.A. Secured rupee term loans

Sr. No.	Name of Bank	Rated Amount (Rs. Crore)	Debt Repayment Terms
1.	Yes Bank Ltd.	84.99	Last instalment in October 2020
2.	EXIM Bank	8.50*	Bullet Repayment in May 2018
	Total	93.49	

*Converted into Rupee from \$1.3 million at exchange rate of Rs. 65.38

1.B. Fund Based limits sanctioned

Sr. No.	Name of Bank	(Rs. crore)
		Fund Based
		CC*
1.	State Bank of India	54.00
2.	ICICI Bank Ltd.	7.00
3.	Yes Bank Ltd.	20.00
	Total	81.00

*CC=Cash credit

Total long-term facilities (1.A +1.B) : Rs.174.49 crore

2. Short-term facilities

2.A. Non fund based limits

Sr. No.	Name of Bank	(Rs. crore)
		Non Fund Based Limits
		LC/BG*
1.	State Bank of India	21.00
2.	ICICI Bank Ltd.	13.92
3.	Yes Bank Ltd.	20.00
	Total	54.92

*LC=Letter of credit; BG=Bank guarantee

Total short-term facilities: Rs.54.92 crore

Qm

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