

8th June, 2017

The Secretary,
National Stock Exchange of India Limited,
Exchange Plaza,
Bandra – Kurla Complex,
Bandra (E),
Mumbai – 400051

The Secretary,
The Calcutta Stock Exchange Limited,
7, Lyons Range,
Kolkata – 700001

The Secretary,
Bombay Stock Exchange Ltd,
Corporate Relationship Department,
1st Floor, New Trading Ring,
Rotunda Building,
P.J. Tower, Dalal Street,
Fort, Mumbai - 400001


Sub: Credit Rating letter received from CARE

Dear Sir,

Enclosed please find the Credit Rating letter for bank facilities aggregating to Rs. 2,468 crore and for Commercial Paper issue of Rs 500 crore.

Facility	Amount (Rs. Crore)	Revised Credit Rating
Long – term bank facilities	618.00	CARE A+; Stable (Single A Plus; Outlook: Stable)
Long / Short –term bank facilities	1,850.00	CARE A+; Stable/ CARE A1+ (Single A Plus; Outlook: Stable/ A One Plus)
Commercial Paper (CP) issue	500.00	CARE A1+ Re- affirmed

Yours faithfully,
For **PHILLIPS CARBON BLACK LIMITED**


K. Mukherjee
(Company Secretary & Chief Legal Officer)

Encl: As above

No. CARE/KRO/RL/2017-18/1162

Mr. Raj Gupta
CFO
Phillips Carbon Black Limited
Duncan House,
31, Netaji Subhas Road
Kolkata- 700001

June 07, 2017

Confidential

Dear Sir,

Credit Rating for bank facilities aggregating Rs.2,468 crore

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

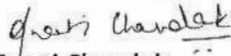
Facility	Amount (Rs. Crore)	Rating ¹	Rating action
Long-term bank facilities	618.00 (Reduced from 824.82)	CARE A+;Stable (Single A Plus; Outlook: Stable)	Revised from CARE A; Positive (Single A; Outlook: Positive)
Long/Short-term bank facilities	1,850.00	CARE A+;Stable/CARE A1+ (Single A Plus; Outlook: Stable/A One Plus)	Revised from CARE A; Positive (Single A; Outlook: Positive)/ Short-term facilities reaffirmed.
Total	2,468.00 (Rupees Two thousand four hundred and sixty eight only)		

- Refer **Annexure 1** for details of rated facilities.
- The rationale for this rating will be communicated to you separately.

¹ Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.

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 and 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.
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 any bank facilities.

Thanking you,
Yours faithfully,


Swati Chandak
Deputy Manager
swati.chandak@careratings.com


Vineet Chamaria
Senior Manager
vineet.chamaria@careratings.com

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.

**Annexure 1
Details of Rated Facilities**

1.1 Term Loans

(Rs. crore)

Sr. No.	Name of the Bank	Rated Amount	Repayment Terms
1.	Bank of Baroda	68.00	Quarterly instalments of Rs.4.55 crores
	Total	68.00	

1.2 Fund Based limits

(Rs. crore)

Sr. No.	Name of the Bank	Amount
1.	Bank of Baroda	148.00
2.	Allahabad Bank	15.00
3.	State Bank of Bikaner & Jaipur	30.00
4.	Export Import Bank of India	30.00
5.	IDBI Bank	15.00
6.	State Bank of India	35.00
7.	ICICI Bank	75.00
8.	State Bank of Travancore	30.00
9.	Syndicate Bank	45.00
10.	Citi Bank	5.00
11.	Union Bank of India	50.00
12.	Yes Bank	52.00
13.	HDFC Bank	20.00
	Total	550.00

Total long-term facilities (1.1+1.2) – Rs.618 crore

1.3 Non fund based limits

(Rs. crore)

Sr. No.	Name of the Bank	Non-fund based limits
		Letter of Credit/Bank Guarantee*
1.	Bank of Baroda	450.00
2.	Allahabad Bank	170.00
3.	State Bank of Bikaner & Jaipur	170.00
4.	Export Import Bank of India	80.00
5.	IDBI Bank	180.00
6.	State Bank of India	390.00
7.	ICICI Bank	310.00
8.	State Bank of Travancore	75.00
9.	Syndicate Bank	25.00
	Total	1,850.00

* Fully interchangeable

Total long-term/short-term facilities (2.1): Rs.1,850 crore

Total rated facilities: (1.1+1.2+2.1) Rs.2,468.00 crore

SR

SR

No. CARE/KRO/RL/2017-18/1161

Mr. Raj Gupta
CFO
Phillips Carbon Black Limited
Duncan House,
31, Netaji Subhas Road
Kolkata- 700001

June 07, 2017

Confidential

Dear Sir,

Credit Rating for Commercial Paper issue

On the basis of recent developments including operational and financial performance of your company for FY17 (Audited working results), our Rating Committee has reviewed the following rating:

Instrument	Amount (Rs. crore)	Rating ¹	Rating action
Commercial Paper (CP) issue*	500.0	'CARE A1+' (A One Plus)	Reaffirmed
Total	500.0 (Rupees Five Hundred Crore only)		

*The aggregate of CP and other working capital borrowings should be within the sanctioned working capital limits of the company.

- Please arrange to get the rating revalidated, in case the issue is not made within **two months** from the date of this letter.
- Please inform us the details [date of issue, name of investor, amount issued, interest rate, date of maturity, etc.] as soon as it has been placed.
- The Rationale for this rating will be communicated to you separately.
- 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.

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

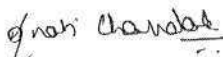
7. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such 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 debt instruments, CARE shall carry out the review on the basis of best available information throughout the life time of such instruments. 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.

8. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.

9. CARE ratings are **not** recommendations to buy, sell or hold any securities.

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

Thanking you,
Yours faithfully,


(Swati Chandak)
Deputy Manager
swati.chandak@careratings.com
Encl : As above


(Vineet Chamaria)
Senior Manager
vineet.chamaria@careratings.com

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.

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