

**Ref: ICRA/ KEI Industries Limited/25082022/1**

**Date: August 25, 2022**

**Mr. Rajeev Gupta**  
**CFO**  
**KEI Industries Limited**  
D-90, Okhla Industrial Area,  
Phase – I, New Delhi - 110020

**Dear Sir,**

**Re: Surveillance of ICRA-assigned Credit Rating for Rs. 3,400.00 crore Bank Facilities (details as per Annexure), Rs. 40.00 crore Commercial Paper (CP) Programme and Rs. 50.00 crore Fixed Deposit rating and Enhancement of Rs. 60.00 Crores Bank Facilities (details as per Annexure) of KEI Industries Limited**

Please refer the Rating Agreement/Statement of Work dated July 25, 2016, June 24, 2019 and January 13, 2020 between ICRA Limited (“ICRA”) and your company, whereby, ICRA is required to review the ratings assigned to your company, on an annual basis, or as and when the circumstances so warrant. Also, please refer to your Rating Agreement/Statement of Work dated August 19, 2022 for rating of enhanced captioned limits of Bank Facilities of your company from Rs 3,400 crore to Rs. 3,460 crore.

Please note that the Rating Committee of ICRA, after due consideration, has upgraded the long term rating to [ICRA]AA (pronounced ICRA double A) and reaffirmed the short-term ratings of [ICRA]A1+ (pronounced ICRA A one plus) ("Rating") assigned earlier to the Rs 3,400.00 crore Bank Facilities of your Company, and has assigned a short-term rating of [ICRA]A1+ (pronounced ICRA A one plus) to the captioned Bank Facilities (“Rating”) of Rs. 60.00 crore. The Outlook on the long-term rating is Stable.

Instruments with [ICRA] AA rating are considered to have a high degree of safety regarding timely servicing of financial obligations. Such instruments carry very low credit risk. Instruments with [ICRA]A1 rating are considered to have a very strong degree of safety regarding timely payment of financial obligations. Such instruments carry the lowest credit risk. The modifier + (plus)/ - (minus) may be appended to the rating symbols to indicate their relative position within the rating levels concerned.

In any of your publicity material or other document wherever you are using the above Ratings, it should be stated as [ICRA]AA (Stable)/ [ICRA]A1+.

The aforesaid Ratings will be due for surveillance any time before August 18, 2023. However, ICRA reserves the right to review and/or, revise the above Ratings at any time on the basis of new information becoming available, or the required information not being available, or other circumstances that ICRA believes could have an impact on the Ratings. Therefore, request the lenders and Investors to visit ICRA website at [www.icra.in](http://www.icra.in) for latest Ratings of the Company.



The Ratings are specific to the terms and conditions of the rated line of credit (LOC) as indicated to us by you, and any change in the terms or size of the same would require a review of the Ratings by us. In case there is any change in the terms and conditions or the size of the rated LOC, the same must be brought to our notice before the LOC is used by you. In the event such changes occur after the Ratings have been assigned by us and their use has been confirmed by you, the Ratings would be subject to our review, following which there could be a change in the Ratings previously assigned. Notwithstanding the foregoing, any change in the over-all limit of the LOC from that specified in the first paragraph of this letter would constitute an enhancement that would not be covered by or under the said Rating Agreement.

ICRA reserves the right to review and/or, revise the above Ratings at any time on the basis of new information becoming available, or the required information not being available, or other circumstances that ICRA believes could have an impact on the Ratings assigned

The Ratings assigned must be understood solely as an opinion and should not be treated, or cause to be treated, as recommendation to buy, sell, or hold the rated LOC availed/issued by your company.

The Ratings assigned to the LOC of your Company shall require revalidation if there is any change in the size or structure of the rated LOC.

Additionally, we wish to highlight the following with respect to the CP Ratings:

- (a) If the instrument rated, as above, is not issued by you within a period of 3 months from the date of this letter, the rating would need to be revalidated before issuance;
- (b) Once the instrument is issued, the rating is valid throughout the life of the captioned programme (which shall have a maximum maturity of twelve months from the date of the issuance of the instrument).

The Ratings, as aforesaid, however, should not be treated as a recommendation to buy, sell or hold CP issued by you. The Ratings is restricted to your CP programme size of Rs. 40.00 crore only. In case, you propose to enhance the size of the CP programme, the same would require to be rated afresh. ICRA does not assume any responsibility on its part, for any liability, that may arise consequent to your not complying with any eligibility criteria, applicable from time to time, for issuance of CP.

You are also requested to forthwith inform us about any default or delay in repayment of interest or principal amount of the instrument rated, as above, or any other debt instruments/ borrowing and keep us informed of any other developments which may have a direct or indirect impact on the debt servicing capability of the company including any proposal for re-schedulement or postponement of the repayment programmes of the dues/ debts of the Company with any lender(s) / investor(s). Further, you are requested to inform us immediately as and when the borrowing limit for the instrument rated, as above, or as prescribed by the regulatory authority(ies) is exceeded.



We look forward to your communication and assure you of our best services.

With kind regards,  
Yours sincerely,  
For ICRA Limited

**Girishkumar Kadam**  
**(Senior Vice President)**  
[girishkumar@icraindia.com](mailto:girishkumar@icraindia.com)

**Annexure: Details of Bank Limits Rated by ICRA (Rated on Long-Term Scale)**

	Amount (Rs. crore)	Rating	Rating Assigned on
<b>Cash Credit Limits</b>			
Bank of Baroda	125.00	[ICRA]AA (Stable)	August 19, 2022
State Bank of India	120.00	[ICRA]AA (Stable)	August 19, 2022
Punjab National Bank	85.00	[ICRA]AA (Stable)	August 19, 2022
Union Bank of India	41.00	[ICRA]AA (Stable)	August 19, 2022
Axis Bank Limited	45.00	[ICRA]AA (Stable)	August 19, 2022
ICICI Bank Limited	32.00	[ICRA]AA (Stable)	August 19, 2022
IndusInd Bank Limited	23.00	[ICRA]AA (Stable)	August 19, 2022
IDFC First Bank Limited	2.00	[ICRA]AA (Stable)	August 19, 2022
Indian Overseas Bank	2.00	[ICRA]AA (Stable)	August 19, 2022
RBL Bank Limited	1.00	[ICRA]AA (Stable)	August 19, 2022
HDFC Bank Limited	39.00	[ICRA]AA (Stable)	August 19, 2022
DCB Bank Limited	2.00	[ICRA]AA (Stable)	August 19, 2022
IDBI Bank Limited	30.00	[ICRA]AA (Stable)	August 19, 2022
Bank of India	1.00	[ICRA]AA (Stable)	August 19, 2022
Kotak Mahindra Bank Limited	20.00	[ICRA]AA (Stable)	August 19, 2022
Bank of Bahrain & Kuwait BSC	30.00	[ICRA]AA (Stable)	August 19, 2022
YES Bank Limited	2.00	[ICRA]AA (Stable)	August 19, 2022
<b>Sub Total (i)</b>	<b>600.0</b>		
<b>Term Loans</b>			
SBI ECB	15.22	[ICRA]AA (Stable)	August 19, 2022
Kotak Mahindra Bank	5.00	[ICRA]AA (Stable)	August 19, 2022
<b>Sub Total (ii)</b>	<b>20.22</b>		
<b>Total (iii = i + ii)</b>	<b>620.22</b>		

**Details of Bank Limits Rated by ICRA (Rated on Short-Term Scale)**

	Amount (Rs. crore)	Rating	Rating Assigned on
<b>Non Fund based limits</b>			
Bank of Baroda	430.00	[ICRA]A1+	August 19, 2022
State Bank of India	325.00	[ICRA]A1+	August 19, 2022
Punjab National Bank	292.00	[ICRA]A1+	August 19, 2022
Union Bank of India	285.00	[ICRA]A1+	August 19, 2022
Axis Bank Limited	290.00	[ICRA]A1+	August 19, 2022
ICICI Bank Limited	285.00	[ICRA]A1+	August 19, 2022
IndusInd Bank Limited	184.00	[ICRA]A1+	August 19, 2022
IDFC First Bank Limited	78.00	[ICRA]A1+	August 19, 2022
Indian Overseas Bank	48.00	[ICRA]A1+	August 19, 2022
RBL Bank Limited	30.00	[ICRA]A1+	August 19, 2022
HDFC Bank Limited	116.00	[ICRA]A1+	August 19, 2022
DCB Bank Limited	73.00	[ICRA]A1+	August 19, 2022
IDBI Bank Limited	85.00	[ICRA]A1+	August 19, 2022
Bank of India	14.00	[ICRA]A1+	August 19, 2022
Kotak Mahindra Bank Limited	31.00	[ICRA]A1+	August 19, 2022
DBS Bank Limited	26.00	[ICRA]A1+	August 19, 2022
YES Bank Limited	18.00	[ICRA]A1+	August 19, 2022
<b>Total (iv)</b>	<b>2610.00</b>		

**Details of Bank Limits Rated by ICRA (Rated on Long-term/Short-Term Scale)**

	Amount (Rs. crore)	Rating	Rating Assigned on
Unallocated bank limits (v)	229.78	[ICRA]AA (Stable)/ [ICRA]A1+	August 19, 2022
<b>Grand Total (iii + iv +v)</b>	<b>3460.0</b>		