

Ref: ICRA/ KEI Industries Limited/22082024/1

Date: August 22, 2024

**Mr. Rajeev Gupta
CFO**

KEI Industries Limited
D-90, Okhla Industrial Area,
Phase – I, New Delhi - 110020

Dear Sir,

Re: Surveillance cum enhancement of ICRA-assigned Credit Rating for Rs. 3,810.00 crore Bank Facilities (enhanced from Rs. 3460 crore), Rs. 40.00 crore Commercial Paper (CP) Programme and withdrawal of Rs. 50.00 crore Fixed Deposit rating of KEI Industries Limited (details as per Annexure)

Please refer the Rating Agreement/Statement of Work executed 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 Agreements/Statement of Works for rating of enhanced bank facilities of your company from **Rs 3460 crore to Rs. 3810 crore**. Please also refer to your e-mail dated **August 06th, 2024** requesting us to withdraw the long-term rating assigned earlier to the captioned Fixed Deposit programme of your company.

Please note that the Rating Committee of ICRA, after due consideration, has reaffirmed the long term rating at **[ICRA]AA (pronounced ICRA double A)** ("Rating") and reaffirmed the short-term ratings of **[ICRA]A1+ (pronounced ICRA A one plus)** ("Rating") assigned earlier to the **Rs. 3460 crore Bank Facilities and Rs. 40 crore CP Programme**. **The Outlook on the long-term rating has been revised to Positive from Stable**. The long-term rating for **Rs. 50 crore Fixed Deposit programme** has also been reaffirmed and simultaneously withdrawn, alongwith revision in outlook to Positive, in accordance with ICRA's policy on withdrawal and suspension. For Rating definition(s), please refer to ICRA website at www.icra.in.

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

The aforesaid Ratings will be due for surveillance any time before **August 19, 2025**. 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 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 overall 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

Suprio Banerjee
(Vice President)
supriob@icraindia.com

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

	Amount (Rs. crore)	Rating	Rating Assigned on
Cash Credit Limits			
Bank of Baroda	125.00	[ICRA]AA (Positive)	August 20, 2024
State Bank of India	120.00	[ICRA]AA (Positive)	August 20, 2024
Punjab National Bank	85.00	[ICRA]AA (Positive)	August 20, 2024
Union Bank of India	41.00	[ICRA]AA (Positive)	August 20, 2024
Axis Bank Limited	47.00	[ICRA]AA (Positive)	August 20, 2024
ICICI Bank Limited	32.00	[ICRA]AA (Positive)	August 20, 2024
IndusInd Bank Limited	23.00	[ICRA]AA (Positive)	August 20, 2024
IDFC First Bank Limited	2.00	[ICRA]AA (Positive)	August 20, 2024
RBL Bank Limited	1.00	[ICRA]AA (Positive)	August 20, 2024
HDFC Bank Limited	39.00	[ICRA]AA (Positive)	August 20, 2024
DCB Bank Limited	2.00	[ICRA]AA (Positive)	August 20, 2024
IDBI Bank Limited	30.00	[ICRA]AA (Positive)	August 20, 2024
Kotak Mahindra Bank Limited	20.00	[ICRA]AA (Positive)	August 20, 2024
Bank of Bahrain & Kuwait BSC	31.00	[ICRA]AA (Positive)	August 20, 2024
YES Bank Limited	2.00	[ICRA]AA (Positive)	August 20, 2024
Sub Total (i)	600.0		
Term Loans			
Bank of Baroda	200.00	[ICRA]AA (Positive)	August 20, 2024
Union Bank of India	150.00	[ICRA]AA (Positive)	August 20, 2024
Axis Bank Limited	150.00	[ICRA]AA (Positive)	August 20, 2024
IndusInd Bank Limited	100.00	[ICRA]AA (Positive)	August 20, 2024
Sub Total (ii)	600.0		

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

	Amount (Rs. crore)	Rating	Rating Assigned on
Non Fund based limits			
Bank of Baroda	430.00	[ICRA]A1+	August 20, 2024
State Bank of India	325.00	[ICRA]A1+	August 20, 2024
Punjab National Bank	292.00	[ICRA]A1+	August 20, 2024
Union Bank of India	285.00	[ICRA]A1+	August 20, 2024
Axis Bank Limited	338.00	[ICRA]A1+	August 20, 2024
ICICI Bank Limited	285.00	[ICRA]A1+	August 20, 2024
IndusInd Bank Limited	184.00	[ICRA]A1+	August 20, 2024
IDFC First Bank Limited	78.00	[ICRA]A1+	August 20, 2024
RBL Bank Limited	30.00	[ICRA]A1+	August 20, 2024
HDFC Bank Limited	116.00	[ICRA]A1+	August 20, 2024
DCB Bank Limited	73.00	[ICRA]A1+	August 20, 2024
IDBI Bank Limited	94.00	[ICRA]A1+	August 20, 2024
Kotak Mahindra Bank Limited	31.00	[ICRA]A1+	August 20, 2024
Bank of Bahrain & Kuwait BSC	5.00	[ICRA]A1+	August 20, 2024
DBS Bank Limited	26.00	[ICRA]A1+	August 20, 2024
YES Bank Limited	18.00	[ICRA]A1+	August 20, 2024
Sub-total (iii)	2610.00		
Grand Total (i + ii +iii)	3810.00		