



ICRA

ICRA Limited

Ref: D/RAT/2016-17/N-10/1

September 12, 2016

Mr. B. Bhushan Gupta  
CFO  
Nahar Industrial Enterprises Limited  
Focal Point  
Ludhiana (Punjab)-141010

Dear Sir,

**Re: Surveillance of ICRA assigned Credit Rating for Rs. 1471.00 crore Line of Credit of Nahar Industrial Enterprises Limited (instrument details in Annexure)**

As you are aware that in terms of the rating agreement received from its clients, ICRA is required to review all its ratings, on an annual basis, or as and when the circumstances so warrant.

Please note that the Rating Committee of ICRA, after due consideration, has **upgraded** the long-term rating for the captioned Line of Credit (LOC) to **[ICRA]A** (pronounced ICRA A) from **[ICRA]A-** (pronounced ICRA A minus)<sup>†</sup>. The Outlook on the long-term rating is **Stable**. The Rating Committee of ICRA has also **upgraded** the short-term rating for the captioned LOC to **[ICRA]A1** (pronounced ICRA A one) from **[ICRA]A2+** (pronounced ICRA A two plus). The aforesaid ratings are valid till August 2017.

The ratings as stated above are specific to the terms and conditions of the LOC as indicated to us by you. 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 immediately. Any such change would warrant a rating review, following which there could be a change in the ratings assigned.

ICRA reserves the right to suspend, withdraw or revise the above rating at any time on the basis of new information or unavailability of information or such other circumstances, which ICRA believes, may have an impact on the rating assigned to you.

You are required to furnish a quarterly statement (as per enclosed format) of timely payment of all obligations on the above rated debt program [interest and principal obligations for fund based as well as obligations under LOC/BG for non-fund based facility].

You are also required to forthwith inform us about any default or delay in repayment of interest or principal amount of the Programme rated, as above, or any other debt instruments/ borrowings. You are requested to forthwith inform us 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).

We thank you for your kind cooperation extended during the course of the rating exercise. Please let us know if you need any clarification.

With regards,

Yours sincerely,  
for ICRA Limited

Rohit Inamdar  
(Senior Vice President)

Deep Inder Singh  
(Senior Analyst)

<sup>†</sup> For complete rating definition please refer to ICRA Website [www.icra.in](http://www.icra.in) or any of the ICRA Rating Publications

**Annexure I**

Format for periodic undertaking

[To be sent periodically to ICRA Limited by email and fax]

*The company has been regular in servicing all its principal and interest obligations in a timely manner and there has not been any delay or default (a missed or delayed payment in breach of the agreed terms of the issue) during the specified period. We also confirm that there has been no re-schedulement in regard to any of company's debt obligations. We also confirm that there has been no overdrawal of the drawing power sanctioned by the bank for a period of more than 30 consecutive days in case of bank facilities which do not have scheduled maturity/repayment dates.*

**Annexure II**
**Details of Bank Limits rated by ICRA (rated on long term scale)**

Bank	Instrument	Amount (Rs. crore)	Rating	Assigned on
State Bank of Patiala	Term Loan	169.48	[ICRA] A (Stable)	September 09, 2016
Punjab National Bank	Term Loan	14.98		
Punjab & Sind Bank	Term Loan	15.64		
Allahabad Bank	Term Loan	122.48		
IDBI Bank	Term Loan	15.89		
Corporation Bank	Term Loan	34.84		
State Bank of Hyderabad	Term Loan	28.50		
State Bank of Patiala	Cash Credit	180.00		
Canara Bank	Cash Credit	80.00		
Punjab National Bank	Cash Credit	65.00		
Punjab & Sind Bank	Cash Credit	55.00		
Allahabad Bank	Cash Credit	54.00		
State Bank of India	Cash Credit	58.00		
Indian Overseas Bank	Cash Credit	51.00		
IDBI Bank	Cash Credit	57.00		
Corporation Bank	Cash Credit	30.00		
	Unallocated	364.19		
<b>Total</b>		<b>1396.00</b>		

**Details of Bank Limits rated by ICRA (rated on short term scale)**

Bank	Instrument	Amount (Rs. crore)	Rating	Assigned on
State Bank of Patiala	Letter of Credit	28.00	[ICRA] A1	September 09, 2016
Canara Bank	Letter of Credit	10.00		
Punjab National Bank	Letter of Credit	10.00		
Punjab & Sind Bank	Letter of Credit	3.00		
Allahabad Bank	Letter of Credit	6.00		
State Bank of India	Letter of Credit	1.00		
Indian Overseas Bank	Letter of Credit	5.00		
IDBI Bank	Letter of Credit	6.00		
Corporation Bank	Letter of Credit	6.00		
<b>Total</b>		<b>75.00</b>		