

16th April, 2025

The Manager,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

The Manager,
National Stock Exchange of India Limited,
Exchange Plaza, Bandra-Kurla Complex,
Bandra (E),
Mumbai - 400 051

BSE Scrip Code: 544320

NSE Symbol: CARRARO

Sub.: Press Release.

Ref.: Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”); and

Dear Sir/Madam,

Pursuant to the above-referred Listing Regulation, we are enclosing a press release giving highlights of upgraded credit rating issued by India Ratings and Research Pvt. Ltd. which has been informed to the exchange on 16th April, 2025.

You are requested to kindly take this intimation on record.

Thanking you,

Yours faithfully,
For Carraro India Limited

Nakul Shivaji Patil
Company Secretary and Compliance Officer
Membership No.: A39990

Encl.: As above.

Carraro India Limited

Press Release - India Ratings Upgrades Carraro India's Bank Facilities

Pune – 16th April 2025: Carraro India Limited, an independent Tier-I solution provider for axles, transmission systems, gears and other related components.

The Company is pleased to inform that India Ratings and Research Pvt. Ltd. (a Fitch Group company) has upgraded the long-term credit facilities to IND A+ with Stable Outlook from IND A with Positive Outlook. Additionally, India ratings have upgraded its fund based Working Capital Limits to IND A+ with Stable Outlook from IND A with Positive Outlook. The details of the rating of long-term and short-term credit facilities are given in the table below:

Credit Facility rated	Aggregate amount of Credit facility (INR in million)	Rating in FY 2024-25	Rating for FY 2025-26	Rating Action
Long Term Credit Facilities:				
Long term facility	1,292.10 <i>(reduced from 1,804.43)</i>	IND A/Positive	IND A+/ Stable	Upgraded
Proposed Term facility <i>(Unallocated)</i>	447.90	-	IND A+/ Stable	Assigned
Short Term Credit Facilities:				
Fund based WCL	1,490.00	IND A/Positive	IND A+/ Stable	Upgraded
Non-fund based WCL	580.00	IND A1	IND A1	Affirmed

Note: WCL stand for Working Capital Limits.

Commenting on the same Dr. Balaji Gopalan, Managing Director, Carraro India Limited said,

“We welcome the upgrade of Carraro India Limited’s long-term and short-term credit rating to ‘IND A+’ with a Stable Outlook by India Ratings & Research. This upgrade is a testament to the company’s robust financial health and strong creditworthiness. It reflects a clear endorsement of our continued commitment to operational excellence and cost efficiency.

The improved rating reflects our sustained enhancement in EBITDA margins, prudent working capital management, and robust credit profile, even amidst a challenging external environment. The strategic

acquisition of Carraro Technologies India has bolstered our technological advantage, enabling a reduction in royalty payments thereby improving operating cashflows.

This upgrade will also enhance the company's financial flexibility by lowering borrowing costs in future.

The business outlook remains promising. The healthy monsoon last year, coupled with another positive forecast for the current season, bodes well for rural demand. Our 4WD product strategy continues to gain traction in line with our long-term goals, and the export segment is showing encouraging signs of recovery with the introduction of innovative products like tele-boom handlers. Customer sentiment across segments remains upbeat.

With this momentum, we step into FY26 with confidence, aiming for double-digit sales growth, driven by continued investment in domestic sourcing, an expanding portfolio of value-added solutions, and sustained technology-led differentiation."

About Carraro India Limited:

Carraro India Limited established in 1997, is technology driven integrated supplier that develops complex engineering products and solutions for original equipment manufacturer ("OEM") customers. The Company is an independent Tier-I solution provider for axles, transmission systems, gears and other related components with in-house product design manufacturing capabilities which support the full value chain of services.

Part of the Carraro Group which designs, manufactures, and sells transmission systems (axles, transmissions, and drives) mainly for agricultural and construction equipment and off-highway vehicles. The Company's product is mission critical for their customers, as these products constitute important components of their customers' final products.

Key Products & Applications are equipment like axles and transmission systems for agricultural tractors which include special requirements on technical specifications, use cases, and mechanical and structural design. It also manufactures construction equipment like gears and transmission systems for backhoe loaders, compact wheel loaders, telehandlers, cranes, forklifts, aerial working platforms, etc. The company also manufactures a diverse range of products beyond their core offerings of axles and transmissions for agricultural and construction equipment, which include additional products such as gears, shafts, and ring gears for industrial and automotive vehicles.

The company owns and operates two manufacturing plants in Pune with strong in-house R&D capabilities with proprietary IP rights to facilitate innovation of future-ready products. The driveline plant has technologies including casting, machining, assembly, prototyping, testing, and painting. The gears plant features machining and heat treatment technologies such as carburizing, induction, hardening, and nitriding. The company has well established network of 220 suppliers across 8 states in India, along with 58 suppliers internationally. It also enjoys longstanding relationships with marquee local and international supplier base.

Safe Harbor

Statements in this document relating to future status, events, or circumstances, including but not limited to statements about plans and objectives, the progress and results of research and development, potential project characteristics, project potential and target dates for project related issues are forward-looking statements based on estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may differ materially from those anticipated

in the forward-looking statements. The company assumes no obligation to update forward-looking statements to reflect actual results changed assumptions or other factors.

For any further information please contact:

Company:

Investor Relations Advisors:



SGA Strategic Growth Advisors

Carraro India Limited

CIN: L52609PN1997PLC132629

Mr. Davide Grossi - CFO

Email id: investor_relator@carraroindia.com

Tel No: +91 20 6621 6700

Strategic Growth Advisors Pvt. Ltd.

CIN: U74140MH2010PTC204285

Ms. Neha Shroff / Mr. Abhishek Shah

Email id: neha.shroff@sgapl.net /

abhishek.shah@sgapl.net

Tel No: +91 77380 73466 / +91 99306 51660