



Ref /EL/SEC/DISC//2016

Date: October 18, 2016

The Manager
Listing Department
National Stock Exchange of India Limited
5th Floor Exchange Plaza
Bandra Kurla Complex, Bandra East
Mumbai -400051

NSE Code: Escorts
BSE Code: 500495
DSE Code: 00012

Dear Sir

Sub: Credit Rating by ICRA

In compliance of the *Regulation 30 (6)* of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that M/s ICRA Limited (ICRA) has reaffirmed and assigned the **Long term rating** to **A1-** and **Short term rating** to **A1** in respect of Bank facilities for Rs.1421.00 crore & Rs.50 crore for Commercial Papers of the Company. A copy of ICRA letter dated October 12, 2016, released today i.e. October 18, 2016 is annexed herewith for your reference and record.

This is for your information & record.

Thanking you,

Yours Faithfully

For **ESCORTS LIMITED**

Ajay Sharma
Group General Counsel
& Company Secretary

ENCL - As Above
Copy To:

The Manager
Listing Department
BSE Limited
25th Floor P J Towers
Dalal Street Fort
Mumbai -400001

The Manager
Listing Department
The Delhi Stock exchange
Association Limited
DSE House, 3/1 Asaf Ali Road
New Delhi -110002

ESCORTS LIMITED

Corporate Secretarial & Law

Registered Office : 15/5, Mathura Road, Faridabad - 121 003, India

Tel. : +91-129-2250222 Fax : +91-129-2250060

E-mail : corpsl@escorts.co.in Website : www.escortsgroup.com

Corporate Identification Number - L74899HR19 : 4PLC039088



ICRA

ICRA Limited

Ref: D/RAT/2016-17/E-8/2

October 12, 2016

Ms. Jyoti Khatuka
Corporate Treasury
Escorts Limited
Corporate Centre, 15/5, Mathura Road
Faridabad - 121003

Dear Madam,

Re: ICRA Credit Rating for Commercial Paper/ Short Term Debt Programme of Rs. 50.0 crore of Escorts Limited

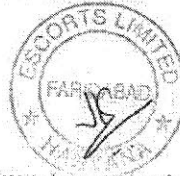
This is with reference to the outstanding rating of [ICRA]A1 (pronounced as ICRA A One) assigned to the Rs. 25 Crore CP/STD programme of your company and last communicated vide our letter dated July 8, 2016. Please refer to the Rating Requisition dated September 8, 2016 and the subsequent Rating Agreement dated October 5, 2016 seeking rating for an enhanced amount of Rs. 50 Crore.

Please note that the Rating Committee of ICRA after due consideration of the latest developments in your company, has assigned the rating of "[ICRA]A1" (pronounced ICRA A One) to your CP programme for an enhanced amount of Rs. 50 Crore*. Instruments with "[ICRA]A1" rating are considered to have very strong degree of safety regarding timely payment of financial obligations. Such instruments carry lowest credit risk.

In any of your publicity material or other document wherever you are using the above rating, it should be stated as "[ICRA]A1". We would appreciate if you can sign on the duplicate copy of this letter and send it to us as a token of your confirmation about the use of the assigned rating. The rationale for assigning the above rating will be sent to you on receipt of your confirmation about the use of the rating, as above. Any intimation by you about the above rating to, inter alia, any Banker/Lending Agency/Government Authorities/Stock Exchange would constitute use of this rating by you. Kindly note:

(a) The rating of the aforementioned instrument is based on the condition that total short-term borrowings (including commercial paper, short-term debt and bank borrowings) of the company at any given point of time should not exceed the company's drawing power or the bank sanctioned fund-based limits (whichever is lower).

(b) 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;



* For complete rating definition please refer to ICRA Website www.icra.in or any of the ICRA Rating Publications

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Tower A, DLF Cyber City
Phase II, Gurgaon - 122002

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Fax : +91.124.4050424
CIN : L74999DL1991PLC042749

Website: www.icra.in
Email : info@icraindia.com

Registered Office : 1105, Kalash Building, 11th Floor, 26 Kasturba Gandhi Marg, New Delhi - 110001. Tel : +91.11.23357940-45 Fax : +91.11.23357945

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ICRA

(c) Subject to Clause (c) below, our rating is valid from the date of this letter till October 6, 2017 ("Validity Period"). The rating will generally be due for review at the end of the Validity Period. The maturity date of the Commercial Paper/STD shall not be after the end of the Validity Period. The Commercial Paper/STD will have a maximum maturity of twelve months.

(d) 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 circumstances, which ICRA believes, may have an impact on the aforesaid rating assigned to you.

The rating, as aforesaid, however, should not be treated as a recommendation to buy, sell or hold the Commercial Paper/ STD issued by you. The rating is restricted to your Commercial Paper programme/ STD size of Rs. 50.0 crore only. In case, you propose to enhance the size of the Commercial Paper/ STD 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 Commercial Paper/ STD.

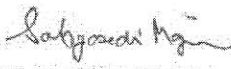
You are required to forthwith inform us about any default or delay in repayment of interest or principal amount of the instrument rated, as above, or any other debt instruments/ borrowing. You are also required to keep us forthwith informed of any other developments which may have a direct or indirect 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).

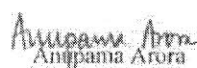
You are required to us inform immediately as and when the borrowing limit for the instrument rated, as above, or as prescribed by the regulatory authority(ies) is exceeded.

We thank you for your kind co-operation extended during the course of the rating exercise. Should you require any clarification, please do not hesitate to get in touch with us.

With kind regards,

Yours sincerely,
for ICRA Limited


Sabyasachi Majumdar
(Senior Vice President)


Anupama Arora
(Vice President)

