



September 17th 2025

To, National Stock Exchange of India Limited, Listing Department Exchange Plaza,C-1 Block-G, Bandra-Kurla Complex, Bandra(E) ,Mumbai-400051	To, Bombay Stock Exchange, Listing Department, P.J. Tower, Dalal Street ,Fort, Mumbai-400001
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NSE Scrip – DPWIRES & BSE Scrip: 543962

Reference: - DPWIRES ISIN: - INE864X01013

Dear Sirs

Subject: Disclosure under Regulation 30 of SEBI (LODR) Regulations, 2015 – Revision in Credit Rating

Dear Sir/Madam,

Pursuant to Regulation 30 read with Schedule III Part A, Para A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that Crisil Ratings **Limited(credit Rating Agency]** has revised the credit rating(s) assigned to the Company as under:

Details of Credit Rating Revision

Particulars	Details
Name of the Credit Rating Agency	CRISIL RATING LIMITED
Type of Instrument Rated	Long Term Rating
Existing Rating	Long Term Rating: CRISIL A-/Stable (Reaffirmed) , Short Term Rating: CRISIL A2+ (Reaffirmed)
Revised Rating	Long term Rating- Crisil A-/Negative (Reaffirmed and outlook revised to 'Negative') Short Term Rating: CRISIL A2+ (Reaffirmed)
Date of Rating +Revision	15.09.2025
Reason for Revision (as provided by CRA)	Crisil Ratings has revised its outlook on the long-term bank facility of DP Wires Ltd (DPWL) to 'Negative' from 'Stable' while reaffirming the rating at 'Crisil A-' and has reaffirmed its rating on the short-term bank facilities at 'Crisil A2+'. The rating action reflects the weakening business risk profile of the company, on account of lower scale of operations with reduced contribution from trading division, and moderations in operating margins, especially over the last three quarters ending



D P WIRES LIMITED

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Particulars	Details
	Q1FY26. With increasing competition and continued pricing pressure in the wire manufacturing division, coupled with significant slowdown in the high density poly ethylene (HDPE) granules trading division; scale of operations came down to around 620 Cr in FY2025, from around 997 Cr in FY2024; while earnings before interest, tax, depreciation, and amortization were around 4.2% in FY2025, and has remained around 3-3.5% during the last three fiscals ended Q1FY26. With topline of ~126 Cr till June 2026, with EBITDA margin around 2.9%, sustained revival in profitability in the wire manufacturing division, resulting in stability in overall margin profile will remain a key monitorable. The ratings continue to reflect the extensive experience of the promoters and established market position of DPWL in the steel and plastic industries, resulting in an established market position, moderate working capital cycle and healthy financial risk profile. These rating strengths are partially offset by the susceptibility of profitability to fluctuation in raw material prices, intense competition and performance of the end-user industry.
Implications of the Rating Revision (if any)	Crisil Ratings has evaluated the standalone business and financial risk profiles of DPWL.

A copy of the rating letter and rationale as received from the rating agency is enclosed herewith for your reference.

This is for your information and records.

Thanking you,

CS Krutika Maheshwari
Company Secretary and Compliance officer



CIN: L27100MP1998PLC029523

Registered Office

16 - 18A, Industrial Area, Ratlam, Madhya Pradesh, India - 457001

D P Wires Limited

Rating reaffirmed at 'Crisil A- '; outlook revised to 'Negative'

Rating Action

Total Bank Loan Facilities Rated	Rs.45 Crore
Long Term Rating	Crisil A-/Negative (Reaffirmed and outlook revised to 'Negative')

Note: None of the Directors on Crisil Ratings Limited's Board are members of rating committee and thus do not participate in discussion or assignment of any ratings. The Board of Directors also does not discuss any ratings at its meetings.

1 crore = 10 million

Refer to annexure for Details of Instruments & Bank Facilities

Detailed Rationale

Crisil Ratings has revised its outlook on the long-term bank facility of DP Wires Ltd (DPWL) to **'Negative'** from 'Stable' while reaffirming the rating at **'Crisil A-'** and has reaffirmed its rating on the short-term bank facilities at 'Crisil A2+'.

The rating action reflects the weakening business risk profile of the company, on account of lower scale of operations with reduced contribution from trading division, and moderations in operating margins, especially over the last three quarters ending Q1FY26. With increasing competition and continued pricing pressure in the wire manufacturing division, coupled with significant slowdown in the high density poly ethylene (HDPE) granules trading division; scale of operations came down to around 620 Cr in FY2025, from around 997 Cr in FY2024; while earnings before interest, tax, depreciation, and amortization were around 4.2% in FY2025, and has remained around 3-3.5% during the last three fiscals ended Q1FY26. With topline of ~126 Cr till June 2026, with EBITDA margin around 2.9%, sustained revival in profitability in the wire manufacturing division, resulting in stability in overall margin profile will remain a key monitorable.

The ratings continue to reflect the extensive experience of the promoters and established market position of DPWL in the steel and plastic industries, resulting in an established market position, moderate working capital cycle and healthy financial risk profile. These rating strengths are partially offset by the susceptibility of profitability to fluctuation in raw material prices, intense competition and performance of the end-user industry.

Analytical Approach

Crisil Ratings has evaluated the standalone business and financial risk profiles of DPWL.

Key Rating Drivers & Detailed Description

Strengths:

Extensive experience of the promoters, established market position and diversified end-user industry and customer base:

Business risk profile is supported by promoters' extensive experience of over 2 decades in the plastic and steel industry, which has enabled them to develop a strong understanding of market dynamics and establish healthy relations with customers and suppliers. DPWL has long-standing

relationships with its customers and suppliers for the wire division. Furthermore, only few players manufacture low relaxation prestressed concrete (LRPC) stranded wire as it is a specialized product. This has also resulted in an established market position. Though scale of operations has come down in fiscal 2025 on account of slowdown in plastic trading segment, the strong market position in the LRPC strands segment should continue to drive the revenue performance going forward.

Moderate working capital requirements:

DPWL has a moderate working capital cycle as reflected in expected GCA (gross current assets) days of 77 days as on March 2025, driven by moderate receivables and inventory days. A well managed working capital cycle for the company should continue to aid the operating flexibility going forward.

Healthy financial risk profile:

Networth was Rs 248 crore as on March 31, 2025 aiding the capital structure which is marked by 0.11 times gearing and total outside liabilities to tangible networth (TOL/TNW) ratio of 0.20 time, as on March 31, 2025. Moderate accruals and limited reliance on external debt have kept debt protection metrics comfortable, reflected in interest cover and net cash accrual to adjusted debt (NCAAD) ratios of 18.11 times and 0.94 times, respectively in fiscal 2025. With no major incremental external borrowing, debt protection metrics should remain strong, aiding the financial risk profile of the company.

Weakness:

Exposure to intense competition and susceptibility to the performance of the end-user industry:

Lack of entry barriers has attracted several small, mid-sized and large players into the steel wires manufacturing industry. While unorganized players operate on marginal capacities and do not meet any stringent quality standards, they continue to cater to small regional buyers in price-sensitive markets. Furthermore, the pricing pressure and steep competition from the large players should also constrain the pricing power of organized players such as DPWL. Also, with bulk of demand coming from the construction and infrastructure sectors for the wire division, sales remain exposed to any slowdown in demand from these sectors. E.g., slowdown in Government of India's Jal Jeevan Mission (JJM) execution majorly impacted the HDPE granules trading division in fiscal 2025, resulting in ~40% dip in overall topline, and contribution from the trading segment should remain minimal over the medium term. Amidst intense competition, sustained growth in sales from wire division will remain a key monitorable over the medium term.

Susceptibility to volatility in raw material prices:

Operating margin and realizations remain susceptible to volatility in steel prices. Operating margin has ranged between 4%-7% over the four fiscals ended March 31, 2025. With increased contribution from the plastic trading division and fall in prices of steel, earnings before interest, tax, depreciation, and amortisation (EBITDA) margins came down to around 4.2% in fiscal 2025 from more than 4.5% in fiscal 2024 and has come down further to around 3-3.5% in the last three quarters ended Q1FY26. Though the impact of volatility in steel prices is limited as the company operates in diverse segments, overall profitability will remain susceptible to steel prices and intense competition in the market.

Liquidity: Strong

Bank limit utilization is low at around 13 percent for the past twelve months ending Jul 2025. Cash accruals are expected to be over Rs. 25-30 crore which is sufficient against minimal term debt obligation over the medium term. In addition, it will act as a cushion to the liquidity of the company.

Outlook Negative

Crisil Ratings believes DPWL will continue to benefit from the extensive experience of its promoters and its strong financial risk profile. However, improvement in operating margins will remain critical.

Rating sensitivity factors

Upward factors:

- Healthy performance in the wire division, resulting in EBITDA margin over 5%, while maintaining moderate scale of operations
- Strong financial risk profile with minimal dependence on external borrowing

Downward factors:

- Continuation of subdued operating performance and EBITDA margins lower than 4%
- Stretch in working capital cycle or any large, debt-funded, capital expenditure weakening the capital structure.

About the Company

Incorporated as a private limited company in February 1998, D P Wires Limited (DPWL) is primarily engaged in manufacturing of specialized steel wire and specialised LRPC strands. Subsequently in 2017, the company was converted into a public limited company. DPWL's manufacturing facility is located in Ratlam (Madhya Pradesh). DPWL is also engaged in power generation through 2 wind farms (0.80 MW each) in Jamnagar (Gujarat), and trading in plastic granules.

Key Financial Indicators

As on / for the period ended March 31		2025	2024
Operating income	Rs crore	620.68	998.21
Reported profit after tax	Rs crore	22.20	36.32
PAT margins	%	3.58	3.64
Adjusted Debt/Adjusted Net worth	Times	0.11	0.00
Interest coverage	Times	18.11	15.52

Status of non cooperation with previous CRA: Not applicable

Any other information: Not applicable

Crisil Ratings` complexity levels are assigned to various types of financial instruments and are included (where applicable) in the 'Annexure - Details of Instrument' in this Rating Rationale.

Crisil Ratings will disclose complexity level for all securities - including those that are yet to be placed - based on available information. The complexity level for instruments may be updated, where required, in the rating rationale published subsequent to the issuance of the instrument when details on such features are available.

For more details on the Crisil Ratings` complexity levels please visit www.crisilratings.com. Users may also call the Customer Service Helpdesk with queries on specific instruments

Annexure - Details of Instrument(s)

ISIN	Name Of Instrument	Date of Allotment	Coupon Rate (%)	Maturity Date	Issue Size (Rs. Crore)	Complexity Levels	Rating Outstanding with Outlook
NA	Cash Credit	NA	NA	NA	45.00	NA	Crisil A- /Negative

Annexure - Rating History for last 3 Years

Instrument	Current			2025 (History)		2024		2023		2022		Start of 2022
	Type	Outstanding Amount	Rating	Date	Rating	Date	Rating	Date	Rating	Date	Rating	Rating
Fund Based Facilities	LT	45.0	Crisil A- /Negative		--	24-06-24	Crisil A- /Stable	28-03-23	Crisil A- /Stable / Crisil A2+		--	Crisil A- /Stable / Crisil A2+
Non-Fund Based Facilities	ST		--		--		--	28-03-23	Crisil A2+		--	Crisil A2+

All amounts are in Rs.Cr.

Annexure – Details of Bank Lenders/Facilities

Facility	Amount (Rs. Crore)	Name of Lender	Rating
Cash Credit	20	Axis Bank Limited	Crisil A- /Negative
Cash Credit	25	ICICI Bank Limited	Crisil A- /Negative