

29th September, 2021

To,

The Manager (Listing), The BSE Ltd. Mumbai	The Manager (Listing), National Stock Exchange of India Ltd. Mumbai
Company's Scrip Code: 505700	Company's Scrip Code: ELECON

Sub : Credit Rating Update

Ref : Regulations 30 and 55 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir,

With reference to the subject referred Regulations, we would like to inform you that the Credit Rating Agency viz., Brickwork Ratings India Private Limited (BWR) vide its letters Ref. Nos. BWR/BLR/MUM/CRC/CD/4347/2021-22 and BWR/NCD/MUM/CRC/CD/0240/2021-22 dated 21st September, 2021 received by the Company on 28th September, 2021 has rated various facilities detailed as under:-

- For Bank Credit Facilities:-

Particular of facility	Ratings
Long Term Loans:	From BWR A- (Outlook-Negative) Revised to BWR A- (Outlook-Stable)
Long Term Fund Based Working Capital	
Long Term Non-Fund Based Working Capital	

- For Non-Convertible Debentures:-

The Credit Rating Agency viz., Brickwork Ratings India Private Limited (BWR) has withdrawn the ratings of the 12.25% Senior, Secured, Rated, Redeemable Non-convertible Debentures (NCDs) issued by the Company on Private Placement Basis amounting to Rs. 97.14 Crores, on account of Voluntary Redemption by the Company on 31st August, 2021.

A copies of the letters are enclosed for your reference & record.

Thanking you.

Yours faithfully,

For Elecon Engineering Company Limited,



Bharti Isarani
Company Secretary & Compliance Officer

Encl.: As above



Cranes



Rubber Industry



Marine Industry



Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry

Gearing industries. Gearing economies.

**Brickwork Ratings India Pvt. Ltd.**

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BWR/BLR/MUM/CRC/CD/4347/2021-22

September 21, 2021

Mr. Narasimhan Raghunathan
Chief Financial Officer
Elecon Engineering Company Ltd.
P.O Box No. 06,
Anand Sojitra Road
Vallabh Vidya Nagar – 388120
Gujarat



Dear Sir,

Sub: Annual Review of Ratings of Bank Loan Facilities of Elecon Engineering Company Ltd aggregating ₹ 734.50 Crores. (₹ Seven hundred thirty four crores and fifty lakhs Only)

Ref: BWR rating letter < BWR/BLR/MUM/CRC/BP/6577/2020-21 > dated 18 December 2020

On *Annual review* of **Elecon Engineering Company Ltd** performance based on the information and clarifications provided by you, and as available in public sources, we are pleased to inform you that the ratings of **Elecon Engineering Company Ltd** Bank Loan Facilities amounting to ₹734.50 crores have been reaffirmed as follows:

Facility	Previous Limits ₹ Crores	Present Limits ₹ Crores	Tenure	Rating History (December, 2020)	Review Ratings*
Fund Based	315.13	235.5	Long Term	BWR A- Outlook:Negative	BWR A- Outlook: Revised to Stable from Negative
Non-Fund Based	622	499			
Total	937.13	734.50	₹ Seven hundred thirty four crores and fifty lakhs Only		

*For definition of the ratings please refer to our website www.brickworkratings.com

Note: Details of bank wise facilities is as per Annexure-I



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Elecon Engineering Company Ltd

The Ratings are valid for twelve months from this letter and subject to terms and conditions as per your mandates letter dated **11 Aug 2021** and other correspondence, if any and Brickwork Ratings' standard disclaimer appended at the end of this letter. **You are requested to provide a No Default statement on a monthly basis.**

The rated bank loan facilities would be under surveillance during the said period. You are required to submit information periodically as per Annexure-II for the purpose of surveillance/review. You are also required to keep us informed of any information/development that may affect your Company's finances/performance without any delay.

Best Regards,

C.D. Lakhani



Chintan Dilip Lakhani
Director- Ratings

Note: Rating Rationale of all accepted Ratings are published on Brickwork Ratings website. All non-accepted ratings are also published on Brickwork Ratings web-site . Interested persons are well advised to refer to our website www.brickworkratings.com, If they are unable to view the rationale, they are requested to inform us on brickworkhelp@brickworkratings.com.

Disclaimer: Brickwork Ratings India Pvt. Ltd. (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by the Reserve Bank of India [RBI], offers credit ratings of Bank Loan facilities, Non-convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit

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enhanced debt instruments, Security Receipts, Securitisation Products, Municipal Bonds, etc. [hereafter referred to as "Instruments"]. BWR also rates NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations.

BWR wishes to inform all persons who may come across Rating Rationales and Rating Reports provided by BWR that the ratings assigned by BWR are based on information obtained from the issuer of the instrument and other reliable sources, which in BWR's best judgement are considered reliable. The Rating Rationale / Rating Report & other rating communications are intended for the jurisdiction of India only. The reports should not be the sole or primary basis for any investment decision within the meaning of any law or regulation (including the laws and regulations applicable in Europe and also the USA).

BWR also wishes to inform that access or use of the said documents does not create a client relationship between the user and BWR.

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BWR also wishes to abundantly clarify that these ratings are not to be considered as an investment advice in any jurisdiction nor are they to be used as a basis for or as an alternative to independent financial advice and judgement obtained from the user's financial advisors. BWR shall not be liable to any losses incurred by the users of these Rating Rationales, Rating Reports or its contents. BWR reserves the right to vary, modify, suspend or withdraw the ratings at any time without assigning reasons for the same.

BWR's ratings reflect BWR's opinion on the day the ratings are published and are not reflective of factual circumstances that may have arisen on a later date. BWR is not obliged to update its opinion based on any public notification, in any form or format although BWR may disseminate its opinion and analysis when deemed fit.

Neither BWR nor its affiliates, third party providers, as well as the directors, officers, shareholders, employees or agents (collectively, "BWR Party") guarantee the accuracy, completeness or adequacy of the Ratings, and no BWR Party shall have any liability for any errors, omissions, or interruptions therein, regardless of the cause, or for the results obtained from the use of any part of the Rating Rationales or Rating Reports. Each BWR Party disclaims all express or implied warranties, including, but not limited to, any warranties of merchantability, suitability or fitness for a particular purpose or use. In no event shall any BWR Party be liable to any one for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of any part of the Rating Rationales and/or Rating Reports even if advised of the possibility of such damages. However, BWR or its associates may have other commercial transactions with the company/entity. BWR and its affiliates do not act as a fiduciary.

BWR keeps certain activities of its business units separate from each other in order to preserve the independence and objectivity of the respective activity. As a result, certain business units of BWR may have information that is not available to other BWR business units. BWR has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process.

BWR clarifies that it may have been paid a fee by the issuers or underwriters of the instruments, facilities, securities etc., or from obligors. BWR's public ratings and analysis are made available on its web site, www.brickworkratings.com. More detailed information may be provided for a fee. BWR's rating criteria are also generally made available without charge on BWR's website.

This disclaimer forms an integral part of the Ratings Rationales / Rating Reports or other press releases, advisories, communications issued by BWR and circulation of the ratings without this disclaimer is prohibited.





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BWR is bound by the Code of Conduct for Credit Rating Agencies issued by the Securities and Exchange Board of India and is governed by the applicable regulations issued by the Securities and Exchange Board of India as amended from time to time.

Annexure-I

Details of Bank Facilities

₹ Crores

Name of the Bank	Name of Facility	Tenure	Previous Limits (December, 2020)	Present Limits
State Bank of India	Cash Credit	Long Term	140.0	120.0
	Bank Guarantee/Letter of Credit	Long Term	310.0	238.0
Bank of Baroda	Cash Credit	Long Term	45.5	26.5
	Bank Guarantee/Letter of Credit	Long Term	223.0	172.0
IDBI Bank	Cash Credit /Working Capital Demand Loan	Long Term	27.0	27.0
	Bank Guarantee/Letter of Credit	Long Term	43.0	43.0
Axis Bank	Cash Credit /Working Capital Demand Loan	Long Term	24.0	24.0





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	Letter of Credit	Long Term	46.0	46.0
HDFC Bank	Cash Credit	Long Term	38.0	38.0
IFCI Ltd	Term Loan	Long Term	37.5	0
Tata Capital Financial Services Ltd	Term Loan	Long Term	3.13	0
Total			937.13	734.50

Elecon Engineering Company Ltd

Annexure-II

The following documents/ information should be submitted to BWR:

1. Confirmation from the Company that all the terms and conditions stipulated in the Bank's Term loan sanction letter has been fully complied with.
2. Certified copy of periodical book debts/bills receivables statements submitted to the bank.
3. Confirmation about payment of installment and interest as and when paid.
4. Schedule of Term Loan installments and Interest due and payment made so far.





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5. Certified copy of Quarterly Information Statements (QIS) and Half Yearly Information Statements (HYIS) submitted to the bank.
6. Certified copy of Banks' Statements of Accounts on a quarterly basis.
7. Quarterly / Half yearly financial statements (unaudited or with limited review) and Annual financial statements (provisional as well as audited).
8. Information on delays/defaults in servicing bank loans, letters of credit, letters of guarantee, NCDs, bonds and other borrowings, if any, by the Company as at the end of March, June, September and December each year.
9. Information on delays / defaults in servicing of debt obligations of any subsidiary/other group companies, if any, as at the end of March, June, September and December each year.
10. Any other statement / information sought by BWR from time to time.
11. All the aforesaid information shall be mailed to dat@brickworkratings.com



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BWR/NCD/MUM/CRC/CD/0240/2021-22

September 21, 2021

Mr. Narasimhan Raghunathan
Chief Financial Officer
Elecon Engineering Company Ltd.
P.O Box No. 06,
Anand Sojitra Road
Vallabh Vidya Nagar – 388120
Gujarat



Sub: Withdrawal of the rating of the NCD issue amounting to Rs. 97.14 Crs (INR Ninety Seven Crores and Fourteen Lakhs Only).

Ref: Earlier rating via reference no. BWR/NCD/MUM/CRC/BP/0470/2020-21 dated 16th December, 2020 and your mandate dated June 29, 2020.

Dear Sir,

Based on the information and clarifications provided by your company, as well as information available in public sources, Brickwork Ratings has withdrawn the ratings for the NCD issue of Rs. 97.14 Crs on account of redemption.

Details as per below table:

Instrument	Issue Date	Series	Amount (₹ Crores)	Coupon	Maturity Date#	ISIN
NCD's	01-March-2019	Series I	7.14	12.25%	28-Feb-2022	INE205B07046
	01-March-2019	Series II	90.0	12.25%	29-Feb-2024	INE205B07038

As per confirmation received from the company and the debenture trustee the said facility has been voluntarily redeemed on 31st August 2021.

A copy of the press release issued by Brickworks Ratings in this regard is enclosed.
Please acknowledge.





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Best Regards,

C.D. Lakhani

Chintan Lakhani
Director- Ratings

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