



September 18, 2020

BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 051 BSE – 500495	National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra East, Mumbai – 400 051 NSE – ESCORTS	Delhi Stock Exchange Limited DSE House, 3/1, Asaf Ali Road, New Delhi – 110 002 DSE – 00012
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Subject: Upgradation of Credit Rating by ICRA

Dear Sir/Madam,

In compliance of 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 upgraded our long-term rating by one notch from “AA-” to “AA” and assigned stable outlook. ICRA has also reaffirmed our short term rating to “A1+” and Commercial Paper rating at “ICRA A1+”.

The copy of ICRA letters dated September 14, 2020 released on September 17, 2020 is annexed herewith for your information and record.

The copy of the published rating is available on the website of ICRA Limited at the following link:

<https://www.icra.in/Rationale/ShowRationaleReport?Id=97909>

Kindly take the same on record.

Thanking you.

Yours faithfully,
For **Escorts Limited**


Satyendra Chauhan
Company Secretary &
Compliance Officer

ESCORTS LIMITED

Corporate Secretarial & Law

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

Phone : +91- 129-2250222, Fax : +91-129-2250060

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

Corporate Identification Number - L74899HR1944PLC039088



ICRA Limited

Ref: D/RAT/2020-21/E-8/2

Date: September 14, 2020

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

Dear Sir,

Re: ICRA Credit Rating for Rs. 950.0 Crore Line of Credit of Escorts Limited

Please refer the Rating Agreement dated July 3, 2019 between ICRA Limited ("ICRA") and your company, whereby, ICRA is required to review the ratings assigned to your company on an annual basis or as and when the circumstances so warrant.

Based on a review of the latest developments, the Rating Committee of ICRA, after due consideration, has removed the long-term rating from '**Rating Watch with Developing Implications**', and upgraded the same from **[ICRA]AA-** (pronounced as ICRA double A minus) to **[ICRA]AA** (pronounced as ICRA double A). The long-term rating has a 'stable' outlook. ICRA has also reaffirmed a short-term rating of **[ICRA]A1+** (pronounced ICRA A one plus) for the captioned LOC¹. The aforesaid ratings will be due for surveillance anytime before March 31, 2021.

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. Notwithstanding the foregoing, any change in the over-all limit of the LOC from that specified in the first paragraph of this letter would constitute an enhancement that would not be covered by or under the said Rating Agreement.

¹ For complete rating definition please refer to ICRA Website www.icra.in or any of the ICRA Rating Publications



ICRA reserves the right to review and/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 requested to furnish a monthly '*No Default Statement (NDS)*' (as per enclosed format) on the first working day of every month, confirming 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]. This is in accordance with requirements prescribed in circular dated June 30, 2017 on '**Monitoring and Review of Ratings by Credit Rating Agencies(CRAs)**' issued by the Securities and Exchange Board of India.

You are also requested 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. Further 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.

We look forward to further strengthening our existing relationship and assure you of our best services.

With kind regards,

Yours sincerely,

For ICRA Limited

Sabyasachi Majumdar
(Senior Vice President)
sabyasachi@icraindia.com



'No Default Statement on the Company Letter Head'

To
<CRA Name and Address>

Dear Sir/ Madam,

1. We hereby confirm that as on date there are no overdues or default on our listed debt obligations. (Securities).
2. We hereby confirm that as on date there are no overdues or default on our unlisted debt obligations. (Securities).
3. We also confirm that in the month ended <<**Month and Year name**>>, there has been no instance of delay in servicing of our listed debt obligations (Securities).
4. We also confirm that in the month ended <<**Month and Year name**>>, there has been no instance of delay in servicing of our un-listed debt obligations (Securities).
5. We also confirm that in the month ended <<**Month and Year name**>>, there has been no instance of delay in servicing of debt obligations guaranteed by us.
6. We hereby confirm that as on date and in the month ended <<Month and Year name>> there are no over dues or default on payment of interest/installment obligations on loans from banks/financial institutions.
7. We hereby confirm that as on date there are no over dues or default on payment of interest/installment obligations on loans from banks/financial institutions which continues beyond 30 days.
8. We hereby confirm that as on date there are no over dues or default on revolving facilities like cash credit, from banks/financial institutions which continues beyond 30 days.
9. We also confirm that there is no amount remaining unpaid for more than 30 days from the invocation of the bank guarantee facilities or devolvement of Letters of Credit as on date / in the month ended <<**Month and Year name**>> We also confirm that there has not been any instance of devolvement of Letter of Credit in the month ended <<**Month and Year name**>>
10. We also confirm that there has been no overdrawing 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.
11. Details of default in payment of interest/installment obligations on loans including revolving facilities like cash credit from banks/financial institutions and any overdrafts beyond what is sanctioned by the bank, beyond 30 days as on date/ in the month ended <<**Month and Year name**>>, in any of the above case (if any):

Name of Lender	Nature of obligation	Date of Default	Current default amount	Amount to be paid	Actual Date of Payment (if any)	Remarks
Text	Term Loan, CC					
.						
Row 2						

12. Details of default in payment of principal/interest obligations as on date/ in the month ended <<**Month and Year name**>>, on our listed and unlisted debt obligations (Securities), in any of the above case (if any):



Name of the Instrument	ISIN	Amount to be paid	Due Date of Payment	Actual Date of Payment	Remarks
NCD					

Thanking You,

Yours faithfully,

<Authorized Signatory of Issuer>

Annexure I

Details of bank limits rated by ICRA

Name of Bank	Rs. Crores (Amount)	Rating	Assigned On
Fund Based Facilities			
IDBI Bank	90.0	[ICRA]AA (Stable)/ [ICRA]A1+	September 11, 2020
State Bank of India	25.0		
Axis Bank	100.0		
ICICI Bank	25.0		
IndusInd Bank	29.0		
HSBC Bank	40.0		
Standard Chartered	30.0		
Sub-Total (1)	339.0		
Non Fund Based Facilities			
IDBI Bank	110.0	[ICRA]A1+	September 11, 2020
State Bank of India	50.0		
Axis Bank	100.0		
ICICI Bank	35.0		
IndusInd Bank	21.0		
HSBC Bank	20.0		
Standard Chartered	20.0		
Sub-Total (2)	356.0		
Unallocated Limits (3)	255.0	[ICRA]AA (Stable)/ [ICRA]A1+	September 11, 2020
Grand Total (1+2+3)	950.0		



ICRA Limited

Ref: D/RAT/2020-21/E-8/3

Date: September 14, 2020

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

Dear Sir,

Re: ICRA rating for Rs. 200.0 crore Commercial Paper (CP) programme of Escorts Limited

Please refer the Rating Agreement dated March 20, 2019 between ICRA Limited ("ICRA") and your company, whereby, ICRA is required to review the ratings assigned to your company on an annual basis or as and when the circumstances so warrant.

Please note that the Rating Committee of ICRA, after due consideration of the latest developments in your company, has reaffirmed the rating assigned to the aforementioned instrument at "[ICRA]A1+" (pronounced as ICRA A one plus)[†]. 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. Within this category rating modifier {"+" (plus)} can be used with the rating symbols. The modifier reflects the comparative standing within the category. In any of your publicity material or other document wherever you are using our above rating, it should be stated as [ICRA]A1+.

Kindly note:

(a) 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



(b) Subject to Clause (c) below, our rating is valid from the date of this letter till December 13, 2021. 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.

(c) 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/ STD Programme size of Rs. 200 crore only. In case, you propose to enhance the size of the Commercial Paper/ STD Programme, the same would be required 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 requested to furnish a monthly '*No Default Statement (NDS)*' (as per enclosed format) on the first working day of every month, confirming 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]. This is in accordance with requirements prescribed in circular dated June 30, 2017 on '**Monitoring and Review of Ratings by Credit Rating Agencies(CRAs)**' issued by the Securities and Exchange Board of India.

You are also requested 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. Further 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.

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For ICRA Limited

Sabyasachi Majumdar
(Senior Vice President)
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<Authorized Signatory of Issuer>