

CO/SEC/4(7)/2020/ BSE & NSE Filing/15

1st July, 2020

BSE Limited Listing Department Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	National Stock Exchange of India Ltd Listing Department Exchange Plaza, 5 th Floor, Plot No C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai – 400051
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Dear Sir/ Madam,

Sub: Intimation of Rating

Ref: BSE Scrip Code: 541154, NSE Symbol: HAL

Pursuant to the Regulation 30(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, we hereby inform you that CARE Ratings Ltd ("CARE") has reviewed its ratings based on the recent developments including operational and financial performance of the Company, as follows:

Facilities	Amount (Rs. in Crore)	Rating	Rating action
Long Term/ Short Term Bank Facilities	12050 (enhanced from Rs. 7300 Crore)	CARE AA+; Stable/ Care A1+ (Double A Plus; Outlook: Stable/ A One Plus)	Re-affirmed
Commercial Paper (CP) issue*	2500	CARE A1+ (A One Plus)	Re-affirmed

*carved out of the sanctioned working limits of the Company. Outstanding of Rs.2000 Crore as on June 29, 2020.

2. CARE letter No. CARE/BRO/RL/2020-21 dated June 30, 2020 for assignment of credit rating, are enclosed.

3. This is for your information and records.

Thanking you,

Yours Faithfully
For Hindustan Aeronautics Ltd



(G V Sessa Reddy)
Company Secretary & Compliance Officer

15/1, ಕಬ್ಬನ್ ರೋಡ್, ಬೆಂಗಳೂರು - 560 001, ಕರ್ನಾಟಕ, ಭಾರತ, 15/1, ಕಬ್ಬನ್ ರೋಡ್, ಬೆಂಗಳೂರು - 560 001, ಕರ್ನಾಟಕ, ಭಾರತ

15/1, Cubbon Road, Bangalore - 560 001, Karnataka, India

ದೂರವಾಣಿ (ದೂರವಾಣಿ) Ph. : +91-80-2232 0001, 2232 0475, ಫ್ಯಾಕ್ಸ್ (ಫ್ಯಾಕ್ಸ್) Fax : +91-80-2232 0758

ಇ-ಮೇಲ್ (ಇ-ಮೇಲ್) Email : cosec@hal-india.co.in

CIN: L35301KA1963GOI001622

No. CARE/BRO/RL/2020-21/

Mr. C B Ananthakrishnan
Director (Finance) and CFO
Hindustan Aeronautics Limited
15/1 Cubbon road,
Bengaluru, Karnataka 560001

June 30, 2020

Confidential

Dear Sir,

Credit rating for bank facilities

On the basis of recent developments including operational and financial performance of your company for FY20 (abridged), our Rating Committee has reviewed the following ratings:

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action
Long term/ Short Term Bank Facilities	12050 (enhanced from Rs.7300 crore)	CARE AA+; Stable/CARE A1+ (Double A Plus; Outlook: Stable/ A One Plus)	Re-affirmed
Total	12050 (Rs. Twelve thousand fifty Crore only)		

2. Refer **Annexure 1** for details of rated facilities.
3. The rationale for the rating will be communicated to you separately. A write-up (press release) on the above rating is proposed to be issued to the press shortly. We are doing this as a matter of courtesy to our clients and with a view to ensure that

¹Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.

CARE Ratings Ltd.

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Bengaluru, Karnataka - 560001
Tel: +91-80-46625555

CIN-L67190MH1993PLC071691

no factual inaccuracies have inadvertently crept in. Kindly revert as early as possible. In any case, if we do not hear from you by July 02, 2020, we will proceed on the basis that you have no any comments to offer.

4. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
5. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the bank facilities, CARE shall carry out the review on the basis of best available information throughout the life time of such bank facilities. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.
6. CARE ratings do not take into account the sovereign risk, if any, attached to the foreign currency loans, and the ratings are applicable only to the rupee equivalent of these loans.
7. Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.
8. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.

9. CARE ratings are **not** recommendations to sanction, renew, disburse or recall the concerned bank facilities.

If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

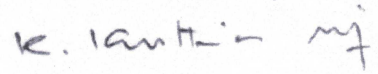
Yours faithfully,



[Himanshu Jain]

Manager

Himanshu.jain@careratings.com



[Karthik Raj K]

Associate Director

Karthik.raj@careratings.com

Encl.: As above

Disclaimer

CARE's ratings are opinions on the likelihood of timely payment of the obligations under the rated instrument and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE's ratings do not convey suitability or price for the investor. CARE's ratings do not constitute an audit on the rated entity. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments. CARE or its subsidiaries/associates may also have other commercial transactions with the entity. In case of partnership/proprietary concerns, the rating/outlook assigned by CARE is, inter-alia, based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors. CARE is not responsible for any errors and states that it has no financial liability whatsoever to the users of CARE's rating.

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Annexure 1
Details of Rated Facilities

A. Long /Short term Facilities

Sr. No.	Name of Bank	Nature of Facility	Amount (Rs. Crore)
1	State Bank of India	CC/LC/BG	5900
2	Punjab National Bank	CC/LC/BG	2000
3	Indian Bank	CC/LC/BG	600
4	Bank of Baroda	CC/LC/BG	3000
5	Indian Overseas Bank	CC/LC/BG	350
6	Union Bank of India	CC/LC/BG	2500
7	Syndicate Bank	CC/LC/BG	2000
	TOTAL		16950*

**Borrower has the liberty of drawal of above amount among the banks, subject to overall ceilings of Rs. 12050 cr.*

Total short-term/long-term facilities as at Rs. 12050 (Rs Twelve thousand fifty crore)

No. CARE/BRO/RL/2020-21/

Mr. C B Ananthakrishnan
Director (Finance) and CFO
Hindustan Aeronautics Limited
15/1 Cubbon road,
Bengaluru, Karnataka 560001

June 30, 2020

Confidential

Dear Sir,

Credit rating for Commercial Paper (CP) issue aggregating Rs. 2500.00 crore

On the basis of recent developments including operational and financial performance of your company for FY20 (abridged), our Rating Committee has reviewed the following ratings:

Instrument	Amount (Rs. crore)	Rating	Rating Action
Commercial Paper (CP) issue*	2500.00	CARE A1+ (A One Plus)	Re-affirmed

**carved out of the sanctioned working capital limits of the company.
Outstanding of Rs. 2000 crore as on June 29, 2020*

- The CP issue would be for a maturity not exceeding one year.
- Please arrange to get the rating revalidated in case the issue is not made within **two months** from the date of this letter i.e. by August 30, 2020. Once the CP is placed, the rating is valid for the tenure of such instrument till redemption.
- Please inform us the below-mentioned details of issue immediately, but not later than 7 days from the date of placing the instrument:

Instrument type	ISIN	Issue Size (Rs cr.)	Coupon Rate	Coupon Payment Dates	Terms of Redemption	Redemption date	Name and contact details of Trustee/IPA	Details of top 10 investors
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- The rationale for the rating will be communicated to you separately. A write-up (press release) on the above rating is proposed to be issued to the press shortly. We are doing this as a matter of courtesy to our clients and with a view to ensure that no factual

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inaccuracies have inadvertently crept in. Kindly revert as early as possible. In any case, if we do not hear from you by July 01, 2020, we will proceed on the basis that you have no any comments to offer.

6. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
 7. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the debt instruments, CARE shall carry out the review on the basis of best available information throughout the life time of such instruments. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.
 8. Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.
 9. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
 10. CARE ratings are **not** recommendations to buy, sell, or hold any securities.
- If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

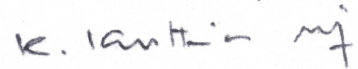


[Himanshu Jain]

Manager

Himanshu.jain@careratings.com

Yours faithfully,



[Karthik Raj K]

Associate Director

Karthik.raj@careratings.com

CARE Ratings Ltd.

Encl.: As above

Disclaimer

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