

16<sup>th</sup> April, 2025

To,

<b>National Stock Exchange of India Limited</b> Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra, Mumbai - 400 051	<b>BSE Limited</b> Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001
<b>Trading Symbol:</b> HITECH	<b>Scrip Code:</b> 543411

Dear Sir/ Madam,

**Subject: Intimation of Credit Rating Upgrade**

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that CRISIL has upgraded the Company's credit ratings for its Long Term bank facilities. The new ratings are as follows:

<b>Total Bank Loan Facilities Rated</b>	<b>Rs.440 Crore</b>
Long Term Rating	CRISIL A+/Stable (Upgraded from 'CRISIL A / Positive' and outlook revised to 'Stable')
Short Term Rating	CRISIL A1 (Reaffirmed)

Detailed release in this regard is attached herewith.

The Complete rating rational can be accessed at [www.hitechpipes.in](http://www.hitechpipes.in) and [www.crisilratings.com](http://www.crisilratings.com)

Kindly place the same on your record.

Thanking you,

Yours truly,

**For and on behalf of  
Hi-Tech Pipes Limited**

**For HI-TECH PIPES LIMITED**

**Company Secretary**  
**Arun Kumar**  
**Company Secretary &  
Compliance Officer**

**CREDIT RATING UPGRADE BY CRISIL**  
**LONG TERM: CRISIL A+/STABLE (UPGRADED FROM CRISIL A)**  
**SHORT TERM: CRISIL A1 (REAFFIRMED)**

**New Delhi 16<sup>th</sup> April, 2025** - Hi-Tech Pipes Ltd., one of the leading steel tubes and pipes manufacturers in India, is pleased to announce an upgrade in its rating on the long-term bank facilities of Hi-Tech Pipes Ltd to 'CRISIL A+/Stable' from 'CRISIL A/Positive' and reaffirmed its 'CRISIL A1' rating on the short-term bank facilities of the company. This enhancement in rating underscores Hi-Tech Pipes Established market position, Efficient Working Capital Management, Strong Financial risk Profile.

<b>Total Bank Loan Facilities Rated</b>	<b>Rs.440 Crore</b>
Long Term Rating	CRISIL A+/Stable (Upgraded from 'CRISIL A / Positive' and outlook revised to 'Stable')
Short Term Rating	CRISIL A1 (Reaffirmed)

**DETAILED RATIONALE OF THE RATING ACTION.**

**1. Established market position:**

Industry presence of over three decades has helped the promoters develop a strong understanding of market dynamics, resulting in diverse product profile, regular capacity enhancements and wide distributor network. Products include tubes and pipes, cold-rolled strips and engineering products used in varied industries such as real estate, automotive and agriculture. A wide portfolio acts as a safeguard against downturns in any single segment. Revenue is estimated to increase at a CAGR of 18%, to more than Rs 3,100 crore for the three fiscals through 2025. The group is undertaking brownfield and greenfield expansion, along with the addition of new products, which will aid further diversification in geographical presence. Revenue is expected to grow at a healthy 25-30% in fiscals 2026 and 2027, driven by volume growth on the back of enhanced capacity, improved geographic reach and healthy demand

**2. Efficient working capital management:**

The working capital cycle is supported by an effective collection and inventory management system, resulting in moderate dependence on the working capital limit. Gross current assets (GCAs) are estimated at 110-120 days as on March 31, 2025 (94 days a year ago), driven by receivables of 30-40 days, inventory of 40-50 days and large cash and bank balance post the QIP. While growth in turnover may lead to an increase in working capital requirement, GCAs are expected to remain stable at 90-100 days over the medium term

**3. Strong financial risk profile:**

At the group level, the financial risk profile has significantly improved following a QIP through which HTPL raised Rs 500 crore in October 2024 and Rs 133 crore through conversion of share warrants in the first half of fiscal 2025. Networth is estimated at over Rs 1,200 crore as on March 31, 2025 (Rs 576 crore a year ago). Debt prepayment and lower reliance on working capital debt will lead to improvement in the capital structure, with TOL/TNW estimated at around 0.3 time as on March 31, 2025 (1.05 times). The group is expected to undertake capex of Rs 140-150 crore in fiscal 2026 for new direct forming technology line that may be completed by end of fiscal 2026 and funded by QIP proceeds. Reduction in debt, along with improved profitability, will likely strengthen debt protection metrics; interest coverage and NCAAD ratios are estimated at above 4 times and 0.7 time, respectively, in fiscal 2025, against 2.7 times and 0.15 time in fiscal 2024. Financial risk

profile is expected to improve with no major, debt-funded capex and healthy accretion to reserve, marked by gearing below 0.2 time as on March 31, 2026

### **About Hi-Tech Pipes Limited**

One of India's leading steel processing companies, providing world class innovative products for nearly Four decades with a strong presence in steel pipes, hollow sections, tubes, cold rolled coils & strips, road crash barriers, solar mounting structures, GP/GC Sheets, Color Coated Coils and a variety of other galvanised products. The Company operates Six (6) state-of-the-art integrated manufacturing facilities located at Sikandrabad (UP), Sanand (Gujarat), Hindupur (AP) - near Bangalore, and Khopoli (Maharashtra), with an installed capacity of 7,50,000 MTPA, on a consolidated basis and is on the way to reach 1million Tones Capacity in FY26. The Company has direct marketing presence in over 20 states with more than 450+ Dealers & distributors across India

For More Details Please visit [www.hitechpipes.in](http://www.hitechpipes.in) or Contact.:

<b>Mr. Arvind Kumar Bansal</b> Executive Director & Group CFO Email: arvind.bansal@hitechpipes.in	<b>Mr. Arun Kumar</b> Company Secretary & Compliance Officer Email: cs@hitechpipes.in
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*DISCLAIMER: Certain statements in this document that are not historical facts are forward looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, local, political or economic developments, technological risks, and many other factors that could cause actual results to differ materially from those contemplated by the relevant forward-looking statements. Hi-Tech Pipes Ltd. shall not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.*