

Mr. S. Ramnath,  
Chief Financial Officer,  
ITD Cementation India Limited  
National Plastic Building, A-Subhash Road,  
Paranjpe B-Scheme, Vile Parle (E)  
Mumbai – 400 057.

November 9, 2015

**Kind Attn: Mr. S. Ramnath, Chief Financial Officer**

Dear Sir,

**Re: Bank Loan Rating Letter for ITD Cementation India Limited (ITD)**

India Ratings & Research Private Limited (Ind-Ra) has revised ITD's Outlook to Negative from Stable while affirming the Long Term Issuer Rating at 'IND A-'. The agency has also downgraded the short-term rating on ITD's bank limits to 'IND A2+' from 'IND A1'. ITD's ratings are as follows.

- INR7,598m fund-based limits (increased from INR7,098m): affirmed at Long-term 'IND A-'/Negative; downgraded to Short-term 'INDA2+' from 'IND A1'
- Proposed INR402m fund-based limits (reduced from INR1,000m): affirmed at Long-term 'Provisional IND A-'/Negative; downgraded to Short-term 'Provisional IND A2+' from 'Provisional IND A1'
- INR27,115m non-fund based limits (increased from INR23,615m): affirmed at Long-term 'IND A-'/Negative; downgraded to Short-term 'INDA2+' from 'IND A1'
- Proposed INR7,885m non-fund based limits (increased from INR6,385m): affirmed at Long-term 'Provisional IND A-'/Negative; downgraded to Short-term 'Provisional IND A2+' from 'Provisional IND A1'
- INR699.8m term loans (increased from INR500m): affirmed at Long-term 'IND A-'/Negative
- INR300.2m proposed term loans (reduced from INR402m): affirmed at Long-term 'Provisional IND A-'/Negative
- INR6,450m project specific non-fund based limits: assigned 'IND A-'/Negative/'IND A2+'
- Proposed INR1,050m project specific non-fund based limits: assigned 'Provisional IND A-'/Negative/'Provisional IND A2+'

***The bank wise facilities are mentioned in the annexure.***

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security.

The manner of India Ratings factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in India where the rated security is offered and sold, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors.

Users of India Ratings ratings should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information India Ratings relies on in connection with a rating will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings and to the market in offering documents and other reports. In issuing its ratings India Ratings must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings are inherently forward-looking and embody assumptions and predictions about future events that by their nature cannot be verified as facts. As a result, despite any verification of current facts, ratings can be affected by future events or conditions that were not anticipated at the time a rating was issued or affirmed.

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It will be important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient



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In this letter, "India Ratings" means India Ratings & Research Pvt. Ltd. and any successor in interest.

We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please contact the undersigned at +91 22 4000 1700.

Sincerely,

India Ratings



Sandeep Singh  
Senior Director



Sudarshan Shreenivas  
Director

**Annexure: List of Rated Bank Facilities**

<b>LIST OF RATED BANK LIMITS</b>		
<b>BANK/FINANCIAL INSTITUTION</b>	<b>RATING</b>	<b>AMOUNTS(INRm)</b>
<b>FUND BASED LIMITS</b>		
STANDARD CHARTERED BANK	'IND A-'/Negative/ 'IND A2+'	397.0
ALLAHABAD BANK	'IND A-'/Negative/ 'IND A2+'	155.0
BANK OF BARODA	'IND A-'/Negative/ 'IND A2+'	950.0
UNION BANK OF INDIA	'IND A-'/Negative/ 'IND A2+'	96.0
IDBI BANK LIMITED	'IND A-'/Negative/ 'IND A2+'	1000.0
FEDERAL BANK	'IND A-'/Negative/ 'IND A2+'	750.0
AXIS BANK	'IND A-'/Negative/ 'IND A2+'	500.0
PUNJAB NATIONAL BANK	'IND A-'/Negative/ 'IND A2+'	1000.0
STATE BANK OF INDIA	'IND A-'/Negative/ 'IND A2+'	1250.0
CENTRAL BANK OF INDIA	'IND A-'/Negative/ 'IND A2+'	500.0
BANK OF INDIA	'IND A-'/Negative/ 'IND A2+'	500.0
BANK OF MAHARASHTRA	'IND A-'/Negative/ 'IND A2+'	500.0

PROPOSED FUND BASED LIMITS	'Provisional IND A- '/Negative/'Provisional IND A2+'	402.0
<b>TOTAL FUND BASED LIMITS</b>		<b>8000.0</b>
<b>NON-FUND-BASED LIMITS</b>		
STANDARD CHARTERED BANK	'IND A-'/Negative/ 'IND A2+'	850.0
ALLAHABAD BANK	'IND A-'/Negative/ 'IND A2+'	3,050.0
BANK OF BARODA	'IND A-'/Negative/ 'IND A2+'	2,000.0
UNION BANK OF INDIA	'IND A-'/Negative/ 'IND A2+'	1,365.0
IDBI BANK LIMITED	'IND A-'/Negative/ 'IND A2+'	3,500.0
FEDERAL BANK	'IND A-'/Negative/ 'IND A2+'	500.0
AXIS BANK	'IND A-'/Negative/ 'IND A2+'	1,500.0
PUNJAB NATIONAL BANK	'IND A-'/Negative/ 'IND A2+'	3,500.0
STATE BANK OF INDIA	'IND A-'/Negative/ 'IND A2+'	3,350.0
CENTRAL BANK OF INDIA	'IND A-'/Negative/ 'IND A2+'	1,500.0
BANK OF INDIA	'IND A-'/Negative/ 'IND A2+'	2,500.0
BANK OF MAHARASHTRA	'IND A-'/Negative/ 'IND A2+'	1,500.0

EXIM BANK	'IND A-/Negative/ 'IND A2+'	2,000.0
PROPOSED NON-FUND BASED LIMITS	'Provisional IND A-/Negative/'Provisional IND A2+'	7,885.0
<b>TOTAL NON-FUND-BASED LIMITS</b>		<b>35000.0</b>
<b>TERM LOANS</b>		
VIJAYA BANK	'IND A-/Negative	500.0
INDIABULLS HOUSING FINANCE LTD	'IND A-/Negative	42.7
AXIS BANK CAR LOAN	'IND A-/Negative	14.8
TATA CAPITAL	'IND A-/Negative	142.3
Proposed Term Loans	'IND A-/Negative	300.2
<b>TOTAL TERM LOANS</b>		<b>1,000.0</b>
<b>PROJECT SPECIFIC LIMITS</b>		
AXIS BANK	'IND A-/Negative/ 'IND A2+'	2200.0
IDBI BANK	'IND A-/Negative/ 'IND A2+'	1000.0
STANDARD CHARTERED BANK	'IND A-/Negative/ 'IND A2+'	2000.0
BANK OF INDIA	'IND A-/Negative/ 'IND A2+'	1250.0
PROPOSED LIMITS	'Provisional IND A-/Negative/'Provisional IND A2+'	1050.0
<b>TOTAL PROJECT SPECIFIC LIMITS</b>		<b>7500</b>
Source: ITD		