



RAIN COMMODITIES LIMITED

RCOL/SEs/2012

October 25, 2012

The General Manager Department of Corporate Services The BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort <u>Mumbai-400 001</u>	The Manager Listing Department The National Stock Exchange of India Limited Bandra Kurla Complex Bandra East <u>Mumbai - 400 051</u>	The Secretary Delhi Stock Exchange Limited DSE House 3/1 ASAF ALI Road New Delhi - 110002
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Dear Sir/ Madam,

Sub: Rain CII Carbon LLC Rating and Outlook Unchanged on Agreement to Acquire
 Rutgers N V -Reg.

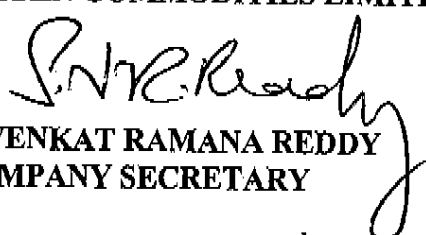
Ref : Scrip Code: 500339 (BSE) & Scrip code : RAINCOM (NSE)

With reference to the above stated subject, please find enclosed herewith the press release issued by Standard & Poor's, Rating Services stating that its rating and outlook on Rain CII Carbon LLC, a wholly owned step down subsidiary of the Company is unchanged following Rain CII Carbon LLC's announcement of an acquisition of Rutgers N.V.

This is for your information and record.

Thanking you,

Yours faithfully,
 for **RAIN COMMODITIES LIMITED**


S. VENKAT RAMANA REDDY
COMPANY SECRETARY

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& POOR'S**
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Bulletin:

Rain CII Carbon Rating And Outlook Unchanged On Agreement To Acquire Ruetgers N.V.

Primary Credit Analyst:

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SINGAPORE (Standard & Poor's) Oct. 24, 2012--Standard & Poor's Ratings Services said today that its rating and outlook on Rain CII Carbon LLC (RCCL; BB-/Stable/--) are unchanged, following RCCL's announcement of an acquisition of Ruetgers N.V. (unrated) that will be mostly debt funded. Standard & Poor's also views that the acquisition announcement does not immediately affect its 'BB' rating on RCCL's notes maturing in 2018.

When more information on the new debt structure is available, we will review the issue rating and existing recovery rating of '2' on the notes.

We believe the acquisition could weaken RCCL's credit measures such that its debt to EBITDA remains in the 3.5x-4.0x range over the next two years, compared with the current 2.5x. Although the leverage and cash flow metrics are likely to be stretched immediately after the acquisition, they will still remain acceptable for current rating on RCCL. We expect both RCCL and Ruetgers to have positive free cash flows and the ability to lower debt.

The acquisition, however, will expand RCCL's geographic diversification and give the company a significant footprint in the coal tar business, diversifying away from RCCL's calcined petroleum coke business. RCCL and Ruetgers share a fair amount of similarities and both of them have strong market shares in their respective businesses.

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Bulletin: Rain CII Carbon Rating And Outlook Unchanged On Agreement To Acquire Ruetgers N.V.

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