

No. CARE/ARO/RL/2015-16/2980

Mr. Mukesh Sangla
Chairman and Managing Director
Signet Industries Limited
Survey No.314/3, SDA Compound,
Lasudia Mori, Dewas Naka,
Indore – 452010
Madhya Pradesh

March 30, 2016

Confidential

Dear Sir,

Credit rating for bank facilities

On the basis of recent developments including operational and financial performance of your company for FY15 (Audited) and 9MFY16 (Provisional), our Rating Committee has reviewed the following ratings:

Facilities	Amount (Rs. crore)	Ratings ¹	Remarks
Long-term Bank Facilities	151.39	CARE BBB (Triple B)	Assigned
Long-term / Short-term Bank Facilities	210.00 (enhanced from 25.00)	CARE BBB / CARE A3+ (Triple B / A Three Plus)	Reaffirmed
Total facilities	361.39 (Rupees Three Hundred Sixty One crore and Thirty Nine lakh only)		

2. Refer **Annexure 1** for details of rated facilities.
3. The rationale for this rating will be communicated to you separately.

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



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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 suspend/withdraw/revise the rating assigned on the basis of new information or in the event of failure on the part of the company to furnish such information, material or clarifications as may be required by CARE. CARE shall also be entitled to publicize/disseminate such suspension / withdrawal / revision in the assigned rating 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. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
8. 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,



[Nikita Goyal]

Dy. Manager

nikita.goyal@careratings.com

Encl.: As above



[Naresh M. Golani]

Sr. Manager

naresh.golani@careratings.com

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings 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.

In case of partnership/proprietary concerns, the rating assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating 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.

Annexure 1
Facilities to be rated

A-1 Long-term facilities

A-1.1 Long term Rupee Term Loan

(Rs. Crore)

Sr. No.	Name of Bank	Amount	Remarks	Debt Repayment Terms
1	The Shamrao Vithal Cooperative Bank Ltd	29.00	Sanctioned	Repayable in 28 ballooning quarterly installments starting from Q2FY16
2	Export Import Bank of India	8.43	Outstanding as on February 29, 2016	Repayable in 20 equated quarterly installments from March 2015
3	Siemens Financial Services Pvt Ltd	2.04		Repayable in 42 equated monthly installments from April 2015
	Total	39.47		

A-1.2 Working capital term loan

(Rs. Crore)

Sr. No.	Name of Bank	Amount	Remarks	Debt Repayment Terms
1	Indian Overseas Bank	4.17	Outstanding as on February 29, 2016	Repayable in quarterly installments of Rs.0.83 crore till March 2017
2	Uco Bank	3.75		Repayable in quarterly installments of Rs.1.25 crore till September 2016
	Total	7.92		

A-1.3 Fund based working capital Limits

(Rs. Crore)

Sr. No.	Name of Bank	Type of limit	Amount
1	Uco Bank	Cash credit	45.00
2	Indian Overseas Bank		18.00
5	Union Bank of India		10.00
4	Punjab National Bank		8.00
3	Dena Bank		4.00
6	Proposed		19.00
	Total		104.00

Total long term facilities..... (A-1.1 + A-1.2 + A-1.3)

Rs.151.39 crore

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Annexure 1 (Contd.)

A-2 Long Term / Short Term Facilities

A-2.1. Non Fund based limits

(Rs. Crore)

Sr. No.	Name of Bank	Type of facility	Amount	Tenure
1	UCO Bank	Letter of credit / Bank Guarantee	100.00	LT/ST
2	Indian Overseas Bank		45.00	
3	Dena Bank		28.00	
4	Punjab National Bank		12.00	
5	Union Bank of India		10.00	
6	Proposed		15.00	
	Total		210.00	

Total long-term / short-term facilities..... (A-2.1)

Rs.210.00 crore

