



Ref: ICRA/Dalmia Bharat Sugar and Industries Limited/30092021/1

Date: September 30, 2021

Mr. Anil Kataria

CFO

Dalmia Bharat Sugar and Industries Limited

Hansalaya (11th and 12th floor)

15, Barakhamba Road

New Delhi -110001

Dear Sir,

Re: Surveillance of ICRA-assigned Credit Rating for Rs. 1,259.63 crore Bank Facilities (details as per annexure) and Rs. 500.00 crore Commercial Paper (CP) Programme of Dalmia Bharat Sugar and Industries Limited

Please refer to the Rating Agreement dated February 09, 2017 executed between ICRA Limited ("ICRA") and your company, whereby ICRA is required to review its ratings, on an annual basis, or as and when the circumstances warrant so. Based on a review of the latest developments, the Rating Committee of ICRA, after due consideration, has upgraded the long-term rating to **[ICRA]AA** (pronounced ICRA double AA) from **[ICRA]AA-** (pronounced ICRA double AA, Minus). The Rating Committee of ICRA, after due consideration, has reaffirmed the short-term rating at **[ICRA]A1+** (pronounced ICRA A one plus). The outlook on the long-term rating is **Stable**.

Instruments with **[ICRA] AA** rating are considered to have a high degree of safety regarding timely servicing of financial obligations. Instruments with **[ICRA]A1** rating are considered to have very strong degree of safety regarding timely payment of financial obligations. The modifier + (plus)/ - (minus) may be appended to the rating symbols to indicate their relative position within the rating levels concerned.

In any of your publicity material or other document wherever you are using the above Rating(s), it should be stated as **[ICRA]AA (Stable)/[ICRA]A1+**.

The aforesaid Ratings will be due for surveillance any time **before September 23, 2022**. However, ICRA reserves the right to review and/or, revise the above Ratings at any time on the basis of new information becoming available, or the required information not being available, or other circumstances that ICRA believes could have an impact on the Ratings. Therefore, request the lenders and Investors to visit ICRA website at www.icra.in for latest Ratings of the Company.

The Ratings are specific to the terms and conditions of the line of credit (LOC) as indicated to us by you, and any change in the terms or size of the same would require a review of the Ratings by us. In case there is any change in the terms and conditions or the size of the rated LOC, the same must be brought to our notice before the LOC is used by you. In the event such changes occur after the Ratings have been assigned by us and their use has been confirmed by you, the Ratings would be subject to our review, following which there could be a change in the Ratings previously assigned.

Notwithstanding the foregoing, any change in the over-all limit of the LOC from that specified in the



first paragraph of this letter would constitute an enhancement that would not be covered by or under the said Rating Agreement.

The Ratings assigned must be understood solely as an opinion and should not be treated, or cause to be treated, as recommendation to buy, sell, or hold the rated LOC availed/issued by your company.

Additionally, we wish to highlight the following with respect to the CP Programme Rating:

(a) If the instrument rated, as above, is not issued by you within a period of 3 months from the date of this letter, the CP rating would need to be revalidated before issuance;

(b) Our CP rating is valid from the date of this letter till December 26, 2022 (“Validity Period”). The Rating will generally be due for review at the end of the Validity Period. The maturity date of CP shall not be after the end of the Validity Period. The CP will have a maximum maturity of fifteen months.

(c) The rating, as aforesaid, however, should not be treated as a recommendation to buy, sell or hold CP issued by you. The rating is restricted to your CP programme of Rs. 500 crore only. In case, you propose to enhance the size of the CP programme, the same would require to be rated afresh. ICRA does not assume any responsibility on its part, for any liability, that may arise consequent to your not complying with any eligibility criteria, applicable from time to time, for issuance of CP.

You are also requested to forthwith inform us about any default or delay in repayment of interest or principal amount of the instrument rated, as above, or any other debt instruments/ borrowing and keep us informed of any other developments which may have a direct or indirect impact on the debt servicing capability of the company including any proposal for re-schedulement or postponement of the repayment programmes of the dues/ debts of the company with any lender(s) / investor(s). Further, you are requested to inform us immediately as and when the borrowing limit for the instrument rated, as above, or as prescribed by the regulatory authority(ies) is exceeded.

We look forward to your communication and assure you of our best services.

With kind regards,
Yours sincerely,
For ICRA Limited

Sabyasachi Majumdar
(Senior Vice President)
sabyasachi@icraindia.com

Annexure

Details of Bank Limits Rated by ICRA (Rated on Long-Term Scale)	Amount (Rs. crore)	Rating	Rating Assigned on
Fund based working capital limits			
Axis Bank	87.50	[ICRA]AA (Stable)	September 24, 2021
Corp Bank	50.00	[ICRA]AA (Stable)	September 24, 2021
IDBI Bank Limited	45.00	[ICRA]AA (Stable)	September 24, 2021
PNB	125.00	[ICRA]AA (Stable)	September 24, 2021
Yes Bank Ltd.	150.00	[ICRA]AA (Stable)	September 24, 2021
Allahabad Bank	140.00	[ICRA]AA (Stable)	September 24, 2021
ICICI Bank Ltd.	200.00	[ICRA]AA (Stable)	September 24, 2021
Sub Total (i)	797.50		
Term Loans			
Axis Bank Ltd.	64.16	[ICRA]AA (Stable)	September 24, 2021
HDFC Bank Ltd.	95.79	[ICRA]AA (Stable)	September 24, 2021
RBL Bank Ltd.	85.05	[ICRA]AA (Stable)	September 24, 2021
Sub Total (ii)	245.00		
Total (i+ii)	1,042.50		

Details of Bank Limits Rated by ICRA (Rated on Long-Term/Short-Term Scale)	Amount (Rs. crore)	Rating	Rating Assigned on
Unallocated bank limits			
Unallocated bank limits	89.63	[ICRA]AA(Stable)/ [ICRA]A1+	September 24, 2021
Total	89.63		

Details of Bank Limits Rated by ICRA (Rated on Short-Term Scale)	Amount (Rs. crore)	Rating	Rating Assigned on
Non-Fund Based Working Capital Limits			
Axis Bank	12.50	[ICRA]A1+	September 24, 2021
Corp Bank	25.00	[ICRA]A1+	September 24, 2021
PNB	50.00	[ICRA]A1+	September 24, 2021
RBL Bank Ltd.	25.00	[ICRA]A1+	September 24, 2021
IDBI Bank Ltd.	15.00	[ICRA]A1+	September 24, 2021
Total	127.50		