

Ref: ICRA/ Munjal Auto Industries Limited/18072023/2

Date: July 18, 2023

Mr. Brham Prakash

Munjal Auto Industries Limited,
201, 2nd Floor, Tower C, Business Zone, Nirvana Country,
South City – II, Sector-50,
Gurugram, Haryana - 122018

Dear Sir,

Re: Surveillance of ICRA-assigned Credit Rating for Rs. 180.0 crore Bank Facilities of Munjal Auto Industries Limited (instrument details in Annexure)

Please refer to the Rating Agreement/ Statement of Work dated September 24, 2020 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 so warrant. Based on a review of the latest developments, the Rating Committee of ICRA, after due consideration has reaffirmed the long-term rating at [ICRA] AA- (pronounced ICRA Double A minus) (“Rating”) and reaffirmed the short-term rating at [ICRA]A1+ (pronounced ICRA A one plus). The outlook on the long-term rating remains Stable. For Ratings definition, please refer www.icra.in.

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

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 bank facilities availed by your company.

The aforesaid Ratings will be due for surveillance any time before July 12, 2024. ICRA reserves the right to review and/ or, revise the above Ratings at any time on the basis of new information or unavailability of information or such other circumstances, which ICRA believes, may have an impact on the Ratings assigned to your company.

This Ratings are specific to the terms and conditions of the proposed issue as was indicated to us by you and any change in the terms or size of the issue would require the Ratings to be reviewed by us. If there is any change in the terms and conditions or size of the instrument rated, as above, the same must be brought to our notice before the issue of the instrument. If there is any such change after the Ratings are assigned by us and accepted by you, it would be subject to our review and may result in change in the Rating assigned.

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



ICRA

ICRA Limited

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 thank you for your kind cooperation extended during the course of the rating exercise. Should you require any clarification, please do not hesitate to get in touch with us.

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

With kind regards,

Sabyasachi Majumdar
(Senior Vice President & Group Head – Corporate ratings)
sabyasachi@icraindia.com

Building No. 8, 2nd Floor, Tower
A
DLF Cyber City, Phase II
Gurugram – 122002, Haryana
Registered Office: B-710, Statesman House, 148, Barakhamba Road, New Delhi 110001.

Tel.: +91.124 .4545300
CIN :
L749999DL1991PLC042749

Website: www.icra.in
Email: info@icraindia.com
Helpdesk: +91 9354738909

Tel. :+91.11.23357940-45

RATING

RESEARCH

INFORMATION

**Annexure: Details of the bank limits rated by ICRA**

Details of Bank Limits Rated by ICRA (Rated on Long-Term Scale)	Amount (Rs. crore)	Rating	Rating Assigned on
Cash Credit Limits			
State Bank of India	4.00	[ICRA]AA- (Stable)	July 13, 2023
HDFC Bank	26.00	[ICRA]AA- (Stable)	July 13, 2023
Term Loans			
State Bank of India	16.77	[ICRA]AA- (Stable)	July 13, 2023
HDFC Bank	14.15	[ICRA]AA- (Stable)	July 13, 2023
Sub-Total	60.92		

Details of Bank Limits Rated by ICRA (Rated on Short-Term Scale)	Amount (Rs. crore)	Rating	Rating Assigned on
Non-Fund Based			
State Bank of India	12.14	[ICRA]A1+	July 13, 2023
HDFC Bank	4.50	[ICRA]A1+	July 13, 2023
Sub-Total	16.64		

Details of Bank Limits Rated by ICRA (Rated on Long-Term/ Short-Term Scale)	Amount (Rs. crore)	Rating	Rating Assigned on
Unallocated			
Unallocated Limits	102.44	[ICRA]AA- (Stable) / [ICRA]A1+	July 13, 2023
Sub-Total	102.44		
Total Bank limits Rated	180.00		

Ref: ICRA/ Munjal Auto Industries Limited/18072023/1

Date: July 18, 2023

Mr. Brham Prakash

Munjal Auto Industries Limited,
201, 2nd Floor, Tower C, Business Zone, Nirvana Country,
South City – II, Sector-50,
Gurugram, Haryana - 122018

Dear Sir,

Re: Surveillance of ICRA-assigned Credit Rating for Rs. 15.0 crore commercial paper of Munjal Auto Industries Limited

Please refer to the Rating Agreement/ Statement of Work dated February 19, 2007 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 so warrant. Based on a review of the latest developments, the Rating Committee of ICRA, after due consideration has reaffirmed the rating of the aforementioned instrument at [ICRA]A1+ (pronounced as ICRA A one plus). For Rating definition, please refer www.icra.in.

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

The Rating 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 commercial paper programme availed by your company.

The aforesaid Rating will be due for surveillance any time before July 12, 2024. ICRA reserves the right to review and/ or, revise the above Rating at any time on the basis of new information or unavailability of information or such other circumstances, which ICRA believes, may have an impact on the Ratings assigned to your company.

Additionally, we wish to highlight the following with respect to the 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 Rating would need to be revalidated before issuance;
- (b) Once the instrument is issued, the rating is valid throughout the life of the captioned programme (which shall have a maximum maturity of twelve months from the date of the issuance of the instrument).

The Rating is restricted to your CP programme of Rs. 15.0 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



ICRA

ICRA Limited

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.

This Rating is specific to the terms and conditions of the proposed issue as was indicated to us by you and any change in the terms or size of the issue would require the Ratings to be reviewed by us. If there is any change in the terms and conditions or size of the instrument rated, as above, the same must be brought to our notice before the issue of the instrument. If there is any such change after the Ratings are assigned by us and accepted by you, it would be subject to our review and may result in change in the Rating assigned.

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 thank you for your kind cooperation extended during the course of the rating exercise. Should you require any clarification, please do not hesitate to get in touch with us.

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

With kind regards,

Yours sincerely,

Sabyasachi Majumdar
(Senior Vice President & Group Head – Corporate ratings)
sabyasachi@icraindia.com

Building No. 8, 2nd Floor, Tower
A
DLF Cyber City, Phase II
Gurugram – 122002, Haryana
Registered Office: B-710, Statesman House, 148, Barakhamba Road, New Delhi 110001.

Tel.: +91.124 .4545300
CIN :
L749999DL1991PLC042749

Website: www.icra.in
Email: info@icraindia.com
Helpdesk: +91 9354738909

Tel. :+91.11.23357940-45

RATING

RESEARCH

INFORMATION