



ICRA

ICRA Limited

Ref: D/RAT/2020-21/B-121/3

May 24, 2020

Mr. Sanjay Mahajan
Head of Finance (Fashion Business)
Bhartiya International Limited
38, Sector-44, Gurgaon - 122002
Haryana

Dear Sir,

Re: ICRA-assigned Credit Rating for Rs. 553.68 crore Line of Credit of Bhartiya International Limited (instrument details in Annexure)

Please refer to the Rating Agreement dated December 12, 2017 and RRF No. DEL/2017-18/437 dated December 8, 2017 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.

Please note that the Rating Committee of ICRA, after due consideration, has reaffirmed the long-term rating for the captioned Line of Credit (LOC) at **[ICRA]BBB+** (pronounced ICRA Triple B plus).[†] The Outlook on the long-term rating has been revised from Stable to **Negative**. The Rating Committee of ICRA has also reaffirmed the short-term rating for the captioned LOC at **[ICRA]A2** (pronounced ICRA A Two).

The aforesaid ratings will be due for surveillance anytime before June 30, 2020.

The rating(s) 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 facility availed by your company.

The ratings as stated above are specific to the terms and conditions of the LOC as indicated to us by you. 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 immediately. Any such change would warrant a rating review, following which there could be a change in the ratings 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.

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 rating assigned to you.

You are requested to furnish a monthly 'No Default Statement (NDS)' (in the format enclosed) on the first working day of every month, confirming the timeliness of payment of all obligations against the rated debt programme [interest and principal obligations for fund based as well as obligations under LOC/BG for non-fund based facility]. This is in accordance with requirements prescribed by the Securities and Exchange Board of India ("SEBI") vide circular.

[†] For complete rating definition please refer to ICRA Website www.icra.in or any of the ICRA Rating Publications



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You are also requested to inform us forthwith of any default or delay in the payment of interest and/or principal against the rated debt programme, or any other debt instruments and/or borrowings of your company. Further, you are requested to keep us informed of any other developments that could have a direct or indirect impact on the debt servicing capability of your company, with such developments including, but not limited to, any proposal for re-schedulement or postponement of repayment against any dues and/or debts of your company with any lender(s) and/or investor(s).

We thank you for your kind co-operation extended during the course of the rating exercise. Please let us know if you need any clarification.

We look forward to further strengthening our existing relationship and assure you of our best services.

You are also requested to inform us forthwith of any default or delay in the payment of interest and/or principal against the rated debt programme, or any other debt instruments and/or borrowings of your company. Further, you are requested to keep us informed of any other developments that could have a direct or indirect impact on the debt servicing capability of your company, with such developments including, but not limited to, any proposal for re-schedulement or postponement of repayment against any dues and/or debts of your company with any lender(s) and/or investor(s).

We thank you for your kind co-operation extended during the course of the rating exercise. Please let us know if you need any clarification.

We look forward to further strengthening our existing relationship and assure you of our best services.

Yours sincerely,
for ICRA Limited

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

Encl: *1. Format for No Default Statement*
2. Details of instruments rated



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'No Default Statement on the Company Letter Head'

To,

ICRA Limited
Building No. 8, 2nd Floor, Tower A,
DLF Cyber City, Phase II, Gurugram -122002

Dear Sir/ Madam,

1. We hereby confirm that as on date there are no overdues or default on our listed debt obligations. (Securities).
2. We hereby confirm that as on date there are no overdues or default on our unlisted debt obligations. (Securities).
3. We also confirm that in the month ended <<Month and Year name>>, there has been no instance of delay in servicing of our listed debt obligations (Securities).
4. We also confirm that in the month ended <<Month and Year name>>, there has been no instance of delay in servicing of our un-listed debt obligations(Securities).
5. We also confirm that in the month ended <<Month and Year name>>, there has been no instance of delay in servicing of debt obligations guaranteed by us.
6. We hereby confirm that as on date and in the month ended <<Month and Year name>> there are no over dues or default on payment of interest/installment obligations on loans from banks/financial institutions.
7. We hereby confirm that as on date there are no over dues or default on payment of interest/installment obligations on loans from banks/financial institutions which continues beyond 30 days.
8. We hereby confirm that as on date there are no over dues or default on revolving facilities like cash credit, from banks/financial institutions which continues beyond 30 days.
9. We also confirm that there is no amount remaining unpaid for more than 30 days from the invocation of the bank guarantee facilities or devolvement of Letters of Credit as on date / in the month ended <<Month and Year name>> We also confirm that there has not been any instance of devolvement of Letter of Credit in the month ended <<Month and Year name>>
10. We also confirm that there has been no overdrawing of the drawing power sanctioned by the bank for a period of more than 30 consecutive days in case of bank facilities which do not have scheduled maturity/repayment dates.
11. Details of default in payment of interest/installment obligations on loans including revolving facilities like cash credit from banks/financial institutions and any overdrafts beyond what is sanctioned by the bank, beyond 30 days as on date/ in the month ended <<Month and Year name>>, in any of the above case (if any):

Name of Lender	Nature of obligation	Date of Default	Current default amount	Amount to be paid	Actual Date of Payment (if any)	Remarks
Text	Term Loan, CC					
Row 2						



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12. Details of default in payment of principal/interest obligations as on date/ in the month ended <<Month and Year name>>, on our listed and unlisted debt obligations (Securities), in any of the above case (if any):

Name of the Instrument	ISIN	Amount to be paid	Due Date of Payment	Actual Date of Payment	Remarks
NCD					

Thanking You,

Yours faithfully,

<Authorized Signatory of Issuer>

Annexure II: Details of BIL's Instruments rated
Details of Bank Limits Rated by ICRA (Rated on Long-Term Scale):

Instrument- Long-term fund-based facilities	Rs. Crore	Rating	Assigned on
Term Loan: HDFC Bank	29.84	[ICRA]BBB+ (Negative)	May 22, 2020
Term Loan: Yes Bank	6.39		
Total	36.23		

Details of Bank Limits Rated by ICRA (Rated on Short-Term Scale):

Instrument	Bank	Rs. Crore	Rating	Assigned on
Non-fund based working capital facilities ¹	IDBI Bank/ Corporation Bank/ Kotak Mahindra Bank/State Bank of India (SBI)/ HDFC Bank/ / Indus Ind Bank/ CTBC Bank/DBS Bank/Yes Bank/Axis Bank/ SBM Bank India Limited	75.45	[ICRA]A2	May 22, 2020
Non-fund based working capital facilities: SBLC	IndusInd Bank	60.00		
Non-fund based working capital facilities: SBLC	HDFC Bank	22.00		
Total		157.45		

¹Non-fund-based working capital limits include Letter of Credit/ Buyers' Credit, Bank Guarantee limits. Further, the overall non-fund-based exposure is capped at Rs 75.45 crore with Individual bank-wise exposure capped at Rs 15 crore for IDBI Bank, Rs 35.25 crore for Corporation Bank, Rs 18 crore for Kotak Mahindra Bank (Rs 10 crore out of 18 crore of NFB limits is a sublimit of FB limits), Rs 11.10 crore for State Bank of India, Rs 10 crore for HDFC Bank, Rs 35 crore for IndusInd Bank, Rs 25 crore for DBS Bank, Rs 10 crore for CTBC, Rs 20 crore for Yes Bank, Rs 35 crore for Axis Bank, and Rs 20 crore for SBM Bank India Limited. The exposure cap mentioned here for IndusInd Bank, DBS, CTBC, Yes Bank, Axis, and SBM are sub-limits of fund-based limits.

Details of Bank Limits Rated by ICRA (Rated on Long-term/ Short-Term Scale):

Instrument	Bank	Rs. Crore	Rating	Assigned on
Fund-based working capital facilities ²	IDBI Bank/ Corporation Bank/ Kotak Mahindra Bank/State Bank of India (SBI)/ HDFC Bank/ / Indus Ind Bank/ CTBC Bank/DBS Bank/Yes Bank/Axis Bank/ SBM Bank India Limited	360.00	[ICRA]BBB+(Negative)/ [ICRA]A2	May 22, 2020
Total		360.00		

² Fund-based working capital limits include sub-limits, Pre-shipment/Post-shipment finance in foreign currency, WCDL and cash credit facility.

Further, the overall fund-based exposure is capped at Rs 360 crore, with exposure on individual Banks capped at Rs 35 crore for IDBI Bank, Rs 36 crore for Corporation Bank, Rs 50 crore for Kotak Mahindra Bank, Rs 30 crore for SBI, Rs 55.20 crore for HDFC Bank, Rs 57 crore for Indus Ind Bank, Rs 25 crore for DBS Bank, Rs 37 crore for CTBC Bank, Rs 20 crore for Yes Bank, Rs 50 crore for Axis Bank, and Rs 50 crore for SBM Bank India Limited