



SEC/BSE/ 33 /2017-18

October 23, 2017

The Secretary
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400 001

Kind Attn: Mr. Shyam Bhagirath
Mr. Rakesh Parekh
Scrip Code: 517449

Dear Sirs,

Assignment of Credit Rating

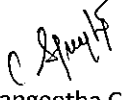
We would like to inform you that CARE Ratings Limited has assigned Credit Rating for various bank facilities of Magna Electro Castings Limited on request.

The extract of rating letter issued by CARE Ratings Limited is enclosed for your reference and records.

Kindly acknowledge the receipt.

Thanking you,

For Magna Electro Castings Limited


Sangeetha C
Company Secretary

CARE/CMBO/RL/2017-18/1046

Mr. N Krishna Samaraj
Managing Director
Magna Electro Castings Limited
43, Balasundaram road,
Coimbatore - 641018

MD	MNTR	VP	CD	GM	GM	SGM	GM	GM
	ADVR	O		M/C	PROD	MKT	Q	MAINT
SM	PRO	MAGNA ELECTRO CASTINGS LTD					PUR	STR
HR		COIMBATORE - 641 018						
F	D	21 OCT 2017					R	A
I	I	RECEIVED					E	T
L	S						P	I
E	S						R	O
ACT	EX						MKT	PERS
M,PD	M-CA	M-P	M	SM	SB	MDIPL	SECU	EXIM
M/C	M/C	M/C	PRJ	POD	CO			

October 17, 2017

Confidential

Dear Sir,

Credit rating for bank facilities

Please refer to your request for rating the bank facilities of your company.

The following ratings have been assigned by our Rating Committee:

Facilities	Amount (Rs. Crore)	Ratings ¹	Rating Action
Long term bank facilities	10.84 (reduced from 12.08)	CARE BBB+; Stable (Triple B Plus; Outlook: Stable)	Reaffirmed
Short term bank facilities	16.00 (enhanced from 15.25)	CARE A2 (A Two)	Reaffirmed
Total facilities	26.84 (Rupees Twenty Six Crore and Eighty Four Lakhs only)		

- Refer **Annexure I** for details of rated facilities.
- The rationale for the rating is provided in **Annexure-II**. A write-up (press release) on the above rating is proposed to be issued to the press shortly, a draft of which is enclosed for your perusal as **Annexure-III**. We request you to peruse the annexed document and offer your comments if any. We are doing this as a matter of courtesy to our clients and with a view to ensure that no factual inaccuracies have inadvertently crept in. Kindly revert as early as possible. In any case, if we do not hear from you by October 19, 2017, we will proceed on the basis that you have no any comments to offer.
- 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.
- CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of

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CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

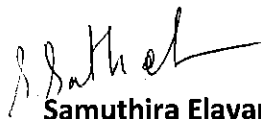
failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the bank facilities, CARE shall carry out the review on the basis of best available information throughout the life time of such bank facilities. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions 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.

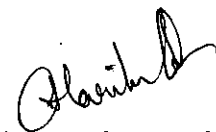
Thanking you,

Yours faithfully,



Samuthira Elavarasan
Analyst

samuthira.elavarsan@careratings.com



Harihara Subramanian. C
Senior Manager

harihara.subramanian@careratings.com

Encl.: As above

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/outlooks 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/outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook 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 I
Details of Rated Facilities**

1. Long-term facilities

1.A. Long Term Rupee Loans

Sr. No.	Lender	Amount* (Rs.Crore)	Repayment Terms
1.	Indian Bank	0.14	To be repaid in Monthly Repayment of Rs. 0.07 crore
2.	Indian Bank	0.70	To be repaid in Monthly Repayment of Rs. 0.05 crore
	Total	0.84	

*Outstanding as on September 30, 2017

1.B. Fund Based Facilities

(Rs.Crore)

Sr. No.	Name of Bank	Fund Based Limits	
		CC*	Total fund-based limits
1.	Corporation Bank	5.00	5.00
2.	Indian Bank	5.00	5.00
	TOTAL	10.00	10.00

*CC=Cash credit;

Total long-term facilities Rs. 10.84 crore

2. Short-term facilities

2.A. Fund based Facilities

(Rs.Crore)

Sr. No.	Name of Bank	Fund Based Limits	
		FBP/FBD*	Total
1.	Corporation Bank	10.00	10.00
	Total	10.00	10.00

*FBP/FBD = Foreign bills purchase/discounting

2.B. Non fund based limits

(Rs.Crore)

Sr. No.	Name of Bank	Non Fund Based Limits		Amount
		LC*	BG*	
1.	Corporation Bank	5.00	1.00	6.00
	TOTAL	5.00	1.00	6.00

*LC=Letter of credit; BG=Bank guarantee

Total short-term facilities Rs 16 crore