



CONFIDENTIAL

Ref: 2014-15/MUM/1606
February 24, 2015

Mr. Anant Purandare
Chief Financial Officer
Bajaj Electricals Limited
001 Ground Floor, Rustomjee Aspiree,
Bhanu Shankar Yagnik Marg,
Off. Eastern Express Highway,
Sion (East), Mumbai - 400 022.

Dear Sir,

Re: ICRA Credit Rating for Rs. 2334.41 crore Line of Credit of Bajaj Electricals Limited (instrument details in Annexure)

As you are aware that in terms of the mandate letter received from its clients, ICRA is required to review all 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 downgraded the long-term rating from [ICRA]A+ (pronounced ICRA A plus) to [ICRA]A (pronounced ICRA A) and the short-term rating from [ICRA]A1+ (pronounced ICRA A one plus) to [ICRA]A1 (pronounced ICRA A one) for the captioned Line of Credit (LOC)[†]. The outlook on the long-term rating is Negative. The aforesaid ratings are valid till August 21, 2015.

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.

ICRA reserves the right to suspend, withdraw 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 you.

You are required to furnish a quarterly statement (in the format enclosed) 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].

You are also required 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 cooperation extended during the course of the rating exercise. Please let us know if you need any clarification.

With regards,

Yours sincerely,
for ICRA Limited


KARTHIK SRINIVASAN
Senior Vice President


KALPESH GADA
Senior Vice President

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



Format for periodic undertaking

[To be sent periodically to ICRA Limited by email and fax]

"The company has been regular in servicing all its principal and interest obligations in a timely manner and there has not been any delay or default (a missed or delayed payment in breach of the agreed terms of the issue) during the specified period. We also confirm that there has been no re-schedulement in regard to any of company's debt obligations. We also confirm that there has been no overdrawal 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".

Annexure

Details of Bank Limits Rated by ICRA (Rated on Long-Term Scale)	(Rs. crore)	(Rs. crore)
	Term Loans	Fund Based Limits
State Bank of Bikaner & Jaipur	1.20	117.80
Kotak Mahindra Bank	65.00	--
Bank of India	--	42.00
Union Bank of India	--	49.60
State Bank of India	--	46.80
YES Bank	--	37.50
IDBI Bank	--	10.00
IDBI Bank (Project Specific)	--	34.90
HDFC Bank	--	10.00
Axis Bank (Factoring Facility)	--	40.00
Total	66.20	388.60

Details of Bank Limits Rated by ICRA (Rated on Short-Term Scale)	(Rs. crore)
	Fund Based Limits
Kotak Mahindra Bank	125.00
Total	125.00

Details of Bank Limits Rated by ICRA (Rated on Long-Term and Short-Term Scale)	(Rs. crore)
	Non-Fund Based Limits
State Bank of Bikaner & Jaipur	452.58
Bank of India	147.70
Union Bank of India	250.18
State Bank of India	212.55
YES Bank	195.00
IDBI Bank	30.00
IDBI Bank (Project Specific)	111.60
ICICI Bank	250.00
Standard Chartered Bank	100.00
HDFC Bank	5.00
Total	1754.61

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