

Medappa Gowda J
Vice President - Finance & Company Secretary
Suprajit Engineering Limited
#100, Bommasandra Industrial Area,
Bangalore - 560 099

February 10, 2014

Kind Attn: Mr. Medappa Gowda J, Vice President - Finance & Company Secretary

Dear Sir,

Re: Rating Letter of Suprajit Engineering Limited

India Ratings & Research (Ind-Ra) has affirmed Suprajit Engineering Limited's (SEL) Long-Term Issuer Rating at 'IND A+'. The Outlook is 'Stable'. The agency has also upgraded SEL's short-term debt rating to 'IND A1+' from 'IND A1'. Ind-Ra has also taken the following rating actions on SEL's bank facilities:-

- INR464m term loans outstanding (increased from INR300m): affirmed at Long-Term 'IND A+'
- INR770m fund-based working capital limits: affirmed at Long-Term 'IND A+' and upgraded to Short-Term 'IND A1+' from 'IND A1'
- INR28.5m non-fund-based limits (reduced from INR43.6m): upgraded to Short-Term 'IND A1+' from 'IND A1'

Details of bank wise facilities are mentioned in the annexure.

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security or in a given jurisdiction.

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Users of India Ratings' ratings should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information India Ratings relies on in connection with a rating will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings and to the market in offering documents and other reports. In issuing its ratings India Ratings must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings are inherently forward-looking and embody assumptions and predictions about future events that by their nature cannot be verified as facts. As a result, despite any verification of current facts, ratings can be affected by future events or conditions that were not anticipated at the time a rating was issued or affirmed.



India Ratings & Research Private Limited A Fitch Group Company

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It will be important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient

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We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please contact the undersigned at +91 22 4000 1700.

Sincerely,

India Ratings



Rakesh Valecha
Senior Director



Ananda Bhoulmik
Senior Director