



The Ultimate Grip

AKAR AUTO INDUSTRIES LTD.

(Formerly known as Akar Tools Ltd.)

E-5, M.I.D.C. Waluj, Aurangabad - 431 136 (M.S.) INDIA
Phone : (0240) 6647200, Fax : 91-240-2554640,
Web Site : www.akartoolsltd.com,
E-Mail : factory@akartoolsltd.com,
CIN No.: L29220MH1989PLC052305

IRQS Approved
ISO/TS 16949:2009



IAO - SMMT - 01006

To,
Manager - DCS
BSE LIMITED
Dalal Street, Fort
MUMBAI - 400001

29th November, 2018

BSE CODE: 530621

Subject: Intimation under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Review of Credit Rating.

Dear Sir,

Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that, Brickwork Ratings India Private Limited, vide its letter dated 28th November, 2018, has reaffirmed its rating of 'BWR BBB-' and 'BWR A3' for the credit facilities availed from Canara Bank.

A copy of the report from the Brickwork Ratings India Private Limited covering the rationale for review of credit rating is enclosed for your information.

Thanking You,
Yours Truly,

For AKAR AUTO INDUSTRIES LIMITED
(Formerly known as Akar Tools Limited)


Mitesh Gadhiya
(Company Secretary)



BWR/BLR/MUM/IRC/RVK/3548/2018-19

28Nov2018

Mr. Sunil Toddi
Managing Director,
Akar Auto Industries Ltd.
304, Abhay Steel House,
Baroda Street,
Carnac Bunder,
Mumbai - 400 009

Dear Sir,

Sub: Mid-Term Review of Rating for the Bank Loan Facilities of Akar Auto Industries Ltd. (Formerly Akar Tools Ltd.). amounting to Rs.74.64 Crs (INR Seventy Four Crores Sixty Four Lakhs Only).

Ref: (i)Your mandate dated 14Jun2018

(ii) BWR/BLR/MUM/IRC/BP/1327/2018-19 dated 27Jun2018, advising reaffirmation of the rating of BWR BBB-/A3 (Outlook:Stable) for your bank loans.

On review of **Akar Auto Industries Ltd.'s** performance based on the information and clarifications provided by you, and as available in public sources, we are pleased to inform you that the rating for the Bank Loan Facilities of your company have been reaffirmed as follows:

| Facility | Amount (Rs. Crs) | | Tenure | Rating * | |
|-----------------------|------------------|--------------|--|---|--|
| | Previous | Present # | | Previous (June 2018) | Present (Nov 2018) |
| Fund based | 46.96 | 46.63 | Long Term | BWR BBB- (Pronounced as BWR Triple B Minus) | BWR BBB- (Pronounced as BWR Triple B Minus) Reaffirmed |
| Fund Based | 17.50 | 17.50 | Short Term | BWR A3 (Pronounced as BWR A Three) | BWR A3 (Pronounced as BWR A Three) Reaffirmed |
| Non-Fund Based | 10.51 | 10.51 | Short Term | | |
| Total | 74.97 | 74.64 | INR Seventy Four Crores Sixty Four Lakhs Only | | |

*Please refer to BWR website www.brickworkratings.com/ for definition of the ratings

Annexure I shows the detailed facilities

Brickwork Ratings India Pvt. Ltd.

C/501-502, Business Square, 151 Andheri-Kurla Road, Opposite: Apple Heritage Building, Chakala, Andheri (East), Mumbai - 400 095.

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Ahmedabad • Bengaluru • Chandigarh • Chennai • Guwahati • Hyderabad • Kolkatta • Mumbai • New Delhi

CIN: U67190KA2007PTC043591





SEBI Registered
RBI Accredited
NSIC Empanelled

Akar Auto Industries Ltd.

BWR/BLR/MUM/IRC/RVK/3548/2018-19

The Rating is valid for twelve months from the date of this letter and subject to terms and conditions that were agreed in your mandate dated 14Jun2018 and other correspondence, if any and Brickwork Ratings' standard disclaimer appended at the end of this letter. **You are requested to provide No Default statement on monthly basis. Non submission of monthly No Default statement leads to publishing your company's name on our website as 'No Default Statement'- not submitted.**

The rated Bank Loan Facilities would be under surveillance during the said period. You are required to submit information periodically as per Annexure-II for the purpose of surveillance/review. You are also required to keep us informed of any information/development that may affect your company's finances/performance without any delay.

We are also enclosing the Rating Rationale. Kindly acknowledge.

Best Regards,



Ravindra Kumar
General Manager – Ratings
Brickwork Ratings India Private Limited

Note: Rating Rationale of all accepted Ratings are published on Brickwork Ratings website. All non-accepted ratings are also published on Brickwork Ratings web-site. Interested persons are well advised to refer to our website www.brickworkratings.com, If they are unable to view the rationale, they are requested to inform us on brickworkhelp@brickworkratings.com.

Disclaimer: Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented “as is” without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.

Akar Auto Industries Ltd.

BWR/BLR/MUM/IRC/RVK/3548/2018-19

Annexure I
Details of Rated Bank Facilities

| Bank | Name of Facility | | Rated Amount (Rs. Crs) |
|--------------|-------------------------|---------------------------|-----------------------------------|
| Canara Bank | OCC/ODBD | Fund Based- Long Term | 20.80 |
| | Term Loan-I | | 2.74* |
| | Term Loan-II | | 11.75# |
| | Proposed Term Loan | | 11.34 |
| | PC/PCFC | Fund Based- Short Term | 12.50 |
| | FDB/FBE | | 5.00 |
| | ILC | Non-Fund Based Short Term | 8.00 |
| | BG | | 2.51 |
| Total | | | 74.64 |

*Outstanding

#Only Rs.5.07 Crs disbursement availed so far

Annexure II

The following documents/ information should be submitted to BWR:

1. Confirmation from the Company that all the terms and conditions stipulated in the Bank's sanction letter has been fully complied with.
2. Certified copy of periodical book debts/bills receivables statements submitted to the bank.
3. Confirmation about payment of installment and interest as and when paid.
4. Schedule of Term Loan installments and Interest due and payment made so far, if any.
5. Certified copy of Quarterly Information Statements (QIS) and Half Yearly Information Statements (HYIS) submitted to the bank.
6. Certified copy of Banks' Statements of Accounts on a quarterly basis.
7. Quarterly / Half yearly financial statements (unaudited or with limited review) and Annual financial statements (provisional as well as audited).
8. Information on delays/default in servicing bank loans, letters of credit, letters of guarantee, NCDs, bonds and other borrowings, if any, by the Company as at the end of every month each year.
9. Information on delays / defaults in servicing of debt obligations of any subsidiary / other group companies, if any, as at the end of every month each year.
10. Any other statement / information sought by BWR from time to time.
11. All the aforesaid information shall be mailed to dat@brickworkratings.com.



Brickwork Ratings India Pvt. Ltd.

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C/501-502, Business Square, 151 Andheri-Kurla Road, Opposite: Apple Heritage Building, Chakala, Andheri (East), Mumbai - 400 093.

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