

21st May, 2016.

To,

The Manager (Listing), The Bombay Stock Exchange Ltd. Mumbai	The Manager (Listing), National Stock Exchange of India Ltd. Mumbai
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Dear Sir,

Sub: Intimation regarding ratings under the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

With reference to Regulation 30(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we hereby inform that M/s Brickwork Ratings India Pvt Ltd have rated Bank Loan facilities and Commercial Paper (CP) issue of the Company aggregating ₹ 551.70 Crores & ₹ 80 Crores as under:

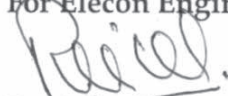
Nature of Facilities	Limits (₹ in crores)	Tenure	Ratings
Bank Loan facilities	551.70	Long Term	BWR A (Outlook - stable)
Commercial paper (CP) issue	80.00	One year	BWR A2+ (Strong degree of safety regarding timely payment of financial obligations)

A report dated 11th May, 2016 & 4th May, 2016 issued by the said Credit Rating Agency are enclosed herewith for your ready reference.

This is for your information and records.

Thanking you.

For Elecon Engineering Company Limited


Parthiv Parikh
Company Secretary



Encl: a/a



Gearing industries. Gearing economies.

BWR/BLR/HO/ERC/MM/0025/2016-17
May 11, 2016

CIN: U67190KA2007P1C043591

Mr. Rajat Jain
Chief Financial Officer
Elecon Engineering Company Ltd.
P.O Box No. 06,
Anand Sojitra Road,
Vallabh Vidya Nagar – 388120
Gujarat

Dear Sir,

Sub: Assignment of Ratings for the Bank loan facilities aggregating Rs. 551.70 crores (Rs. Five Hundred and Fifty One Crore and Seventy Lakhs Only) of Elecon Engineering Company Ltd.

Based on a review of the information and clarifications provided by you, Brickworks has assigned Ratings for the bank loan facilities of Elecon Engineering Company Ltd., aggregating Rs.551.7 Crore as under:

Facility*	Limits (₹ Crs)	Tenure	Rating based on current review
Term Loan Outstanding	160.45	Long Term	BWR A (Pronounced as BWR A) Outlook - Stable
Fund Based Working Capital Facility	180.00		
Non-Fund Based Limits	211.25		
Total	*Rs.551.70 Cr (Rupees Five Hundred and Fifty One Crore and Seventy Lakhs Only)		

*Annexure I gives details of bank-wise facilities

Note: ¹ Please refer to BWR website www.brickworkratings.com for definition of the rating assigned



May 11, 2016

Elecon Engineering Company Ltd.

The Ratings are valid for one year subject to terms and conditions as per your mandate letter and other correspondence, if any, and Brickwork Ratings' standard disclaimer appended at the end of this letter. You are required to submit information periodically as per annexure 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.

This letter will supersede our letter BWR/BLR/HO/ERC/MM/0021/2016-17 dated May 4, 2016.

Please let us have your acceptance of the Rating within 2 days of this letter. Please note that unless acceptance is received by us by the said date, the rating is not valid and should not be used for any purpose whatsoever.

Regards,



M S R Manjunatha
Director - Ratings



Note: In case of all accepted Ratings, respective Rating Rationale is published on Brickwork Ratings website. 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.

Elecon Engineering Company Ltd

Annexure - I

Details of Bank credit facilities as per information provided by the Company

Bank	Facility Type	(Rs. in Cr)
State Bank of India	Term Loan	10.50
	Fund Based Working Capital Limit	70.00
	Non-Fund Based	89.00
IndusInd Bank	Term Loan	0.00
	Fund Based Working Capital Limit	5.00
	Non-Fund Based	10.00
Bank of Baroda	Term Loan	15.00
	Fund Based Working Capital Limit	25.00
	Non- Fund Based:	54.00
Exim Bank	Term Loan	10.40
	Fund Based Working Capital Limit	22.00
	Non-Fund Based	0.00
Axis Bank	Term Loan	0.00
	Fund Based Working Capital Limit	16.00
	Non-Fund Based	37.00
HDFC Bank	Term Loan	0.00
	Fund Based Working Capital Limit	15.00
	Non-Fund Based	1.00
IDBI Bank	Term Loan	8.75
	Fund Based Working Capital Limit	23.00
	Non-fund based limit	17.25
Standard Chartered Bank	Term Loan	0.00
	Fund Based Working Capital Limit	4.00
	Non-fund based limit	3.00
Aditya Birla	Term Loan	60.00
GE Capital	Term Loan	55.80
TOTAL FACILITIES		551.70

(Rs. Five Hundred and Fifty One Crore and Seventy Lakhs only)



Elecon Engineering Company Ltd.

Annexure – II

The following documents/ information should be submitted to BWR periodically:

1. Confirmation that all terms and conditions of the Bank's sanction letter have been complied with by the company.
2. Certified copy of periodical inventories/book debts/bills receivables statements submitted to the bank.
3. Confirmation about payment of term loan installment and interest as and when paid.
4. Certified copy of Quarterly Information Statements (QIS) and Half Yearly Information Statements (HYIS) submitted to the bank.
5. Certified Copy of Banks' Statements of Accounts on a quarterly basis.
6. Quarterly / Half yearly financial statements (unaudited or with limited review) and Annual financial statements (provisional as well as audited).
7. Information on delays/defaults 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 March, June, September and December each year.
8. Information on delays / defaults in servicing of debt obligations of any subsidiary / other group companies, if any, as at the end of March, June, September and December each year.
9. Annual Stock Audit Report
10. Any other statement / information sought by BWR from time to time.



BWR/CP/HO/ERC/MM/0003/2016-17

May 4, 2016



CIN: U67190KA2007PTC043591

Mr. Rajat Jain

Chief Financial Officer

Elecon Engineering Company Ltd.

P.O Box No. 06,

Anand Sojitra Road.

Vallabh Vidya Nagar – 388120

Gujarat

Dear Sir,

Sub: Rating Commercial Paper (CP) Issue amounting to Rs. 80 Crore (INR Eighty Crore only) with a tenor up to one year.

Thank you for giving us an opportunity to undertake Rating of the Commercial Paper (CP) Issue of Rs. 80 Crore of Elecon Engineering Company Ltd., having a tenor of 1 year.

Based on the information and clarifications provided by your company, as well as information available in public sources, Brickwork Ratings is pleased to inform you that Elecon Engineering Company Ltd.'s Commercial Paper (CP) Issue of Rs. 80 Crore has been assigned **BWR A2+ (Pronounced BWR A Two Plus)** Rating. Instruments with this rating are considered to have a **strong degree** of safety regarding timely payment of financial obligations. Such instruments carry lowest credit risk.

You are required to ensure strict compliance with relevant guidelines/instructions issued by RBI in regard to issue of Commercial Papers. The Rating is valid for one year subject to terms and conditions that were agreed in your mandate and other correspondence, if any and Brickwork Ratings standard disclaimer appended below. Brickwork would conduct surveillance during the life of the instrument and would need all significant information that may affect company's finances without any delay.

The Rating is subject to completion and submission of executed transaction documents that includes the terms in line with the indicative terms provided by the company to Brickwork Ratings.

Please let us have your acceptance for the rating within 2 days. Unless acceptance is received by us by the said date, the Rating is not valid and should not be used in any manner.

Best Regards,

M S R Manjunatha
Director - Ratings



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.

Brickwork Ratings India Pvt. Ltd.

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Amended: Bangalore, 01