

## Press Release

### Brickwork Ratings continues its Rating Watch on the ₹ 440 Crore secured NCD Issue of Brassco Estates Private Ltd.

**NCD Issue Rating: BWR AA (SO)**  
(Continues Rating Watch with negative implications)

Instruments	Amount	Rating	Rating as on
NCD	₹ 440 Crore	BWR AA (SO) Rating on Watch (with Negative Implications)	December 2010
NCD	₹ 440 Crore	BWR AA (SO) Rating on Watch (with Negative Implications)	September 2010
NCD	₹ 440 Crore	BWR AA (SO) (Stable Outlook) Rating Assigned	June 2010

Brickwork Ratings (BWR) continues its Rating Watch with negative Implications on **Brassco Estates Pvt. Ltd's (Brassco)** Rs.440 crore secured NCD issue.

BWR had assigned a rating of BWR AA (SO) to the secured NCD issue of Rs. 440 crore of Brassco. For arriving at the rating, BWR had factored the proposed unconditional and irrevocable undertaking to be provided by Amtek Auto Ltd (Amtek Auto) to purchase the shares acquired out of the proceeds of the rated NCD (preference shares of OCL Iron and Steel Ltd) and through a structured payment mechanism, ensure repayment of principal and interest on the NCD's. Brassco had assigned to IDBI Trusteeship Services Ltd, the right to sell the shares to Amtek Auto. Brassco intimated BWR on August 26, 2010 that Amtek Auto will not be able to fulfill its obligation to purchase the shares.

The rating has been placed on ratings watch following Brassco's intimation of Amtek Auto's inability to fulfill its obligation to purchase the shares of OCL Iron and Steel Ltd.

Subsequently, Brassco in its letter dated November 9, 2010 has intimated that the company is still in the process of finalizing a structure acceptable to all parties and has requested for further time to complete the same.

Brassco is in the process of evaluating alternate comfort/credit enhancement facility for the rated NCD's. BWR may revise/reaffirm the rating assigned to the NCD's issued by Brassco once clarifications on the same are provided by the company.

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