

Press Release

Brickwork Ratings assigns Rating of ‘BWR BBB-’ for the Fund based Bank Credit Facilities and ‘BWR A3’ for Non-Fund based credit facilities of AMD Industries Ltd.

| Facility | Tenure | Rating | Amount (₹ Crs) |
|--------------------------------|-------------------|--|----------------|
| Fund Based Facility | Long Term | <p>BWR BBB- (BWR Triple B Minus) (Outlook – Stable)</p> <p>Credit Facilities with this rating are considered to have moderate degree of safety regarding timely servicing of financial obligations. Such Facilities carry moderate credit risk.</p> | 58.68 |
| Non-Fund Based Facility | Short Term | <p>BWR A3 (BWR A Three)</p> <p>Credit Facilities with this rating are considered to have moderate degree of safety regarding timely payment of financial obligations. Such Facilities carry higher credit risk as compared to Facilities rated in the two higher categories.</p> | 40.00 |
| Total | | | 98.68 |

BWR has essentially relied upon the audited financial results of AMD Industries Ltd up to FY12, provisional results for HY 2013 and clarifications provided by the Company.

AMD Industries Ltd was incorporated in the year 1983. The Company has been engaged in the business of packaging for carbonated soft drinks since its inception. The promoters include Shri. Harswaroop Gupta, Shri. Ashok Gupta and Shri. Adit Gupta. The Company has three product lines which include Crown Caps (Metallic closures for glass bottles), PET Preforms and Plastic Closures. The Company has two manufacturing facilities based in Gaziabad (Uttar Pradesh) and Neemrana (Rajasthan). The Company has the total capacity to

produce 3.66 Lakhs cases of Crown Caps per annum, 18000 MTs of PET Preforms per annum and 97.20 Crore CSD Closures per annum. The major raw materials include TFS (Tin Free Steel) for Crown Caps, Polyvinyl Chloride, Polypropylene and Resin. Approximately 40% of the Crown Cap segment is exported. The Company has established relationship with global customers such as Coca Cola, United Breweries, SAB Miller and other beverage companies in the CSD segment.

AMD Industries Ltd has availed fund and non-fund based working capital facilities from four banks which include Union Bank of India, Punjab National Bank, State Bank of India and Kotak Mahindra Bank. The overall limit provided by the Bank amounts to ₹ 98.68 Crores, comprising of Fund Based Limits amounting to ₹ 58.68 Crores and Non Fund Based Limits amounting to ₹ 40.00 Crore. The borrowings are secured by a charge on inventory & book-debts of the Company, by a charge on specific fixed assets of the Company and guarantees by its directors.

Income from operation of the Company has increased from ₹ 115.05 Crores in FY11 to ₹ 152.66 Crores in FY12 showing growth of ~ 33%. Consequently, operating profits increased to ₹ 28.14 Crores in FY12 from ₹ 21.29 Crores in FY11. Net profit has increased from ₹ 1.69 Crores to ₹ 5.91 Crores during FY12. Owing to this, ROCE has improved from 9.29% to 10.40%. Long term borrowings from bank have reduced from ₹ 41.33 Crores to ₹ 28.22 Crores in FY12 because of repayments during the year.

On consolidated basis, the Company has profit after tax of ₹ 1.53 Crores in FY11 and ₹ 5.68 Crores in FY12. Total debt levels stands at ₹ 54.97 Crores for FY12.

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