

**Rating Rationale**  
**07 October 2026**  
**Sri Kannapiran Mills Ltd.**

**SUMMARY OF RATING ACTION**

| Facilities / Instrument                                           | Tenure    | Amount (₹ crore)   |         | Rating Assigned & Outlook  |                                                                 | Regulator |
|-------------------------------------------------------------------|-----------|--------------------|---------|----------------------------|-----------------------------------------------------------------|-----------|
|                                                                   |           | Previous 10Sep2025 | Present | Previous 10Sep2025         | Present                                                         |           |
| Fund Based                                                        |           |                    |         |                            |                                                                 |           |
| Term Loan -Out-standing                                           | Long-Term | 4.22               | 2.09    | BWR BBB /Stable Assignment | BWR BBB /Stable to Positive Reaffirmation and Change in Outlook | RBI       |
| Open Cash Credit / Cash Credit (Hypothecation/Pledge) -Sanctioned |           | 56.96              | 49.13   |                            |                                                                 |           |
| Working Capital Demand Loan -Sanctioned                           |           | 4.00               | 11.83   |                            |                                                                 |           |
| Emergency Credit Line Guarantee Scheme (ECLGS) -Out-standing      |           | 7.63               | 4.83    |                            |                                                                 |           |
| Emergency Credit Line Guarantee Scheme (ECLGS)-Outstanding        |           | 0.00               | 14.09   | -                          | BWR BBB /Positive Assignment                                    |           |
| Emergency Credit Line Guarantee Scheme (ECLGS) -Out-standing      |           | 0.00               | 1.12    |                            |                                                                 |           |
| Open Cash Credit / Cash Credit (Hypothecation/Pledge) -Sanctioned |           | 0.00               | 22.50   |                            |                                                                 |           |
| Secured Corporate Term Loan -Sanctioned                           |           | 0.00               | 11.00   |                            |                                                                 |           |
| Working Capital Term Loan-Outstanding                             |           | 0.00               | 10.82   |                            |                                                                 |           |
| Term Loan-Proposed                                                |           | 0.00               | 3.60    |                            |                                                                 |           |
| Emergency Credit                                                  |           | 0.00               | 4.18    |                            |                                                                 |           |

|                                                                                                               |            |        |        |                                                                |                       |     |
|---------------------------------------------------------------------------------------------------------------|------------|--------|--------|----------------------------------------------------------------|-----------------------|-----|
| Line Guarantee Scheme (ECLGS)-Proposed                                                                        |            |        |        |                                                                |                       |     |
| Open Cash Credit / Cash Credit (Hypothecation/Pledge) along with sublimits of PC of Rs 10 crs & WCDL of 5 crs |            | 22.50  | 0.00   | BWR BBB /Stable Assignment                                     | Withdrawal            |     |
| Emergency Credit Line Guarantee Scheme (ECLGS)-Out-standing                                                   |            | 3.86   | 0.00   |                                                                |                       |     |
| FBD/FBP/UBD - Sanctioned                                                                                      | Short-Term | 13.50  | 13.50  | BWR A3 + Assignment                                            | BWR A3+ Reaffirmation |     |
| FBD/FBP                                                                                                       |            | 11.50  | 0.00   |                                                                | Withdrawal            |     |
| Non-Fund Based                                                                                                |            |        |        |                                                                |                       |     |
| Bank Guarantee -Sanctioned                                                                                    | Short-Term | 5.05   | 5.05   | BWR A3 + Assignment                                            | BWR A3+ Reaffirmation | RBI |
| Letter of Credit -Sanctioned                                                                                  |            | 26.00  | 6.00   |                                                                |                       |     |
| Bank Guarantee -Sanctioned                                                                                    |            | 0.00   | 1.50   |                                                                | BWR A3 + Assignment   |     |
| Letter of Credit -Sanctioned                                                                                  |            | 0.00   | 5.25   |                                                                |                       |     |
| Bank Guarantee                                                                                                |            | 1.50   | 0.00   | BWR A3 + Assignment                                            | Withdrawal            |     |
| Letter of Credit                                                                                              |            | 5.25   | 0.00   |                                                                |                       |     |
| Total                                                                                                         |            | 161.97 | 166.49 | (Rupees One Hundred Sixty Six Crores and Forty Nine Lakh Only) |                       |     |

Note:

1. Please refer to BWR website [www.brickworkratings.com](http://www.brickworkratings.com) for the definition of the ratings
2. Refer to Annexures I, II, and III for details of rated bank loan facilities, debt instruments, and the List of Entities Consolidated.

## **RATING ACTION / WITHDRAWAL**

Sri Kannapiran Mills Limited (SKML) was previously rated by BWR for bank loan facilities amounting to Rs.161.97 Crs on 10 September 2025, with long-term and short-term ratings assigned as “BWR BBB/ Stable/ BWR A3+”. This included facilities of Rs. 44.61 Crores rated with Indian Bank.

At present, the facilities previously with Indian Bank have been taken over by Tamilnad Mercantile Bank (TMB). SKML has closed its facilities with Indian Bank. BWR received the No Dues Certificate (NDC) dated 29 September 2026 from Indian Bank which is held on record and the latest sanction letter from Tamilnad Mercantile Bank (TMB) dated 20 March 2026 confirming the takeover of bank loan facilities.

Accordingly, the facilities with Indian Bank have been withdrawn in line with BWR’s rating and withdrawal policy. The ratings for the said instruments have been withdrawn to the extent of Rs.44.61 Crs, and ratings have simultaneously been assigned to the Tamilnad Mercantile Bank facilities.

## **RATING ACTION / OUTLOOK**

Brickwork Ratings (BWR) assigns and reaffirms the ratings of BWR BBB/Stable to Positive for the long-term and BWR A3+ for the short-term bank loan facilities with change in outlook for Sri Kannapiran Mills Limited bank loan facilities amounting to Rs.166.49 crores. The ratings factor in the SKML’s long track record, promoters industry experience and strong supplier and client base. The assessment also considers the company;s improved overall financial performance along with an improvement in the EBITDA margin of 7.43% and a net margin of 1.51% based on FY26 audited results.

Operational momentum remains intact, with SKML achieving 25% of its projected revenue in Q1 FY27. The company maintains a healthy capital structure, supported by an improved Tangible Net Worth (TNW) of Rs.114.20 crores and improved gearing ratio of 1.09x and a leverage ratio of 1.81x as per FY26 financials as compared to FY25. Driven by steady operational cash flows, TNW is expected to increase to Rs.142 crores in the current fiscal year. Liquidity remains adequate, backed by sufficient EBITDA to cover interest obligations. Projected Net Cash Accruals (NCA) of Rs.23 Crores in FY27 is expected to comfortably cover the FY27 debt obligations of Rs.19.57 crores supported by recurring operational cash flows.

However, the ratings are constrained by risks associated with the working capital-intensive nature of operations stemming from a diversified product segment. Additionally, the business is susceptible to raw material price volatility and profitability, foreign exchange risk. Other constraints include the industry's highly competitive and cyclical nature, as well as exposure to evolving government import and ESG policies. However SKML foreign exchange risks are hedged and recorded forex gain as of FY26 and promoters with sufficient net worth are expected to continue extending support, if necessary to manage any cash flow mismatches.

The outlook for Sri Kannapiran Mills Limited (SKML) is Positive, reflecting expected improvement in operating performance, profitability, debt coverage and liquidity over the medium term. Operating profitability improved in the five months ended August 2026, supported by better spinning realisations and lower cotton prices. BWR expects gradual revenue recovery, stronger operating margins and sustained internal accruals, underpinned by SKML’s established textile operations. Steady cash accruals should support scheduled debt repayment and reduce reliance on external

borrowings. Debt protection metrics, including DSCR and gearing, are expected to improve on higher accruals and progressive deleveraging, while limited capex needs should further strengthen the capital structure.

However, a revision to a negative outlook could occur if there is significant underperformance in revenue, deterioration in profitability, a weakening capital structures and deterioration in debt protection metrics or liquidity challenges resulting from an extended working capital cycle.

### KEY COVENANTS OF THE INSTRUMENT/FACILITY

As per the sanction terms, the company is required to maintain standard financial covenants, including DSCR  $\geq 1.2x$ , Interest Coverage Ratio  $\geq 1.8x$ , Current Ratio  $\geq 1.20x$ , EBITDA Margin  $> 7.0\%$  for FY 2027, Total Outside Liabilities/Adjusted TNW  $< 2.0x$  Total Debt to EBITDA  $< 3.5x$ .

### ANALYTICAL APPROACH & APPLICABLE RATING CRITERIA

| Analytical Approach                               | Comments                                                                                                                                                                                                                                                                                            |
|---------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Applicable Rating Criteria                        | <ul style="list-style-type: none"> <li>• General Criteria</li> <li>• Approach to Financial Ratios</li> <li>• Short Term Debt</li> <li>• Manufacturing Company</li> <li>• Cotton Textile</li> <li>• BWR Withdrawal Policy</li> </ul>                                                                 |
| Parent/Group/Government Support                   | NA                                                                                                                                                                                                                                                                                                  |
| Analytical Approach<br>(Consolidation/Standalone) | Brickwork Ratings (BWR) has applied its rating methodology as detailed in the Rating Criteria detailed above. BWR has principally relied upon the standalone audited financials up to FY25 audited and FY26 Audited and projection up to FY28 and clarification/information provided by the entity. |

### KEY RATING DRIVERS WITH DETAILED DESCRIPTION

#### Credit Strengths:

- **Established operational track record and extensive industry experience, supported by experienced leadership :**

Sri Kannapiran Mills Limited (SKML), incorporated in 1946 and taken over by Shri K. Govindaswamy Naidu in 1971, benefits from the KG Group's long-standing presence in the textile value chain. The company is led by Shri K. G. Balakrishnan, Chairman, who brings over six decades of industry experience, supported by his son, Mr. Srihari, Managing Director, with significant expertise and shareholding. The Board of Directors comprises a balanced mix of promoter directors and seasoned independent professionals with diverse expertise in textiles, finance, law, management, and social leadership. This blend of promoter continuity, independent oversight, and professional governance enhances decision-making, strengthens corporate governance, and supports the company's

long-term sustainability with their comfortable net worth.

- **Improved financial risk profile marked by strengthened profitability margins, capital structure, gearing, and satisfactory debt protection metrics:**

The operating scale of SKML improved year-on-year, driven by increased domestic and export sales along with a diversified product mix. As of Q1 FY27, the firm recorded a revenue of Rs. 115 crores with improved operating profitability, achieving 25% of the projected revenue for FY27. The operating margin improved to 7.43% in FY26 compared to 6.81% in FY25, while PAT reached Rs. 6.63 crores with a net margin of 1.51% (up from 1.33%). For the full year FY27, the company is expected to achieve a revenue of Rs.469 crores with an EBITDA of Rs. 40.80 crores (8.69% OPM) and a PAT of Rs. 14.77 crores (3.15% net margin).

The capital structure strengthened, with TNW increasing to Rs. 114.20 crores in FY26 from Rs. 107.58 crores in FY25. The gearing ratio improved to 1.09 times in FY26 compared to 1.27 times in FY25, and the leverage ratio improved to 1.81 times. Debt protection metrics remained satisfactory, with an ISCR of 2.13 times and a DSCR of 1.01 times as of FY26.

- **Strategic location with access to raw materials and skilled labor, coupled with integrated operations, a diversified product portfolio and strong group support, provides a competitive advantage :**

SKML, the flagship company of the KG Group, is an ISO 9001:2000-certified producer of 100% cotton yarn, headquartered in Coimbatore—South India’s textile hub with robust infrastructure, abundant raw materials, and skilled labor. Established in 1946, SKML operates two ring-spun and two open-end units equipped with modern machinery, producing 45 MT of yarn daily in counts ranging from 2s to 80s with an installed capacity of 56,000 spindles and 8,688 rotors. Its diverse product portfolio includes open-end yarn, high-value yarn, knitted yarn, gassed and mercerized yarn, inner count yarn, recycled cotton yarn, and organic cotton yarn. These yarns are further utilized in the manufacture of gloves. In addition, the company produces varieties of fabrics across six broad categories—Cotton Bottom-Weight, Cotton Light Shirting, Cotton Lycra, Poly Lycra, Polyester Denier Yarn, and Industrial Fabrics—and offers home textile products. This positions SKML as a leading and diversified textile manufacturer in South India, catering to both domestic and international markets. With vertically integrated operations spanning spinning, weaving, and processing, and backed by strong group support, the company benefits from cost optimization, operational efficiency, and reduced margin volatility, thereby strengthening its business profile, profitability, and long-term sustainability.

### Credit Risks

- **Susceptibility of profitability to raw material price volatility and working capital intensity of operations :**

The profitability of SKML remains susceptible to raw material price volatility and the working capital intensity of its operations. Cotton, being an agricultural commodity, is subject to weather shifts, crop yields, and government Minimum Support Price policies, causing sharp price fluctuations that directly impact operating margins. SKML operates in a highly fragmented, commodity-like market with low product differentiation, intense domestic competition, and an increasing availability of cheaper substitute yarns, which severely constrains its ability to pass increased input costs on to end-customers. Furthermore, the company faces geography and client concentration risks, as a major portion of its domestic revenue is derived from specific regional hubs in Maharashtra, Karnataka, and Tamil Nadu, exposing it to localized market slowdowns or policy changes. Operations are further

constrained by high working capital requirements due to the seasonal availability of cotton, requiring bulk procurement and significant inventory holding of three to four months during harvest periods. This seasonal procurement leads to elongated receivable cycles of three to four months and elevated bank limit utilization. Additionally, deploying capital for major modernization projects, such as replacing traditional ring-spinning machinery with new air-jet or rotor technology, introduces short-term execution risks, setup delays, and potential ramp-up inefficiencies. The commoditized nature of its products and intense competition limit its ability to fully pass on higher input costs to customers, thereby impacting profitability. Further, operations remain working capital intensive as raw material availability is seasonal, necessitating bulk procurement during the harvest period to meet year-round requirements. This leads to high inventory holding and elongated receivable cycles, typically in the range of 3–4 months, reflecting the industry trend. However, SKML benefits from established relationships with suppliers, allowing extended credit of around 2 months, which partially mitigates these risks. Nonetheless, elevated working capital requirements and raw material price volatility remain key credit concerns in the current market environment.

- **Intense competition and risks associated with geographical concentration, export demand trends, and currency fluctuations :**

The Indian spinning industry remains highly fragmented and competitive, characterized by commoditized products, limited differentiation, and significant pricing pressures. Rising input costs, fluctuating demand from export markets, and competition from both domestic players and low-cost international suppliers further intensify the pressure on margins. Nevertheless, SKML's long operational track record, established relationships with customers, and integrated presence across the textile value chain provide it with some competitive advantage and partially mitigate the risks associated with industry fragmentation.

SKML's revenue profile is exposed to geographical concentration risks, with a significant share of exports derived from select international markets. Consequently, any adverse demand trends, regulatory changes, or economic slowdowns in these key regions can directly impact sales and margins. Furthermore, the company remains exposed to foreign exchange risk arising from currency movements and fluctuations, though the impact is partially mitigated by natural hedging mechanisms and selective hedging practices.

Any unhedged revenue from overseas buyers creates revenue volatility when converted back to INR, especially when paired with foreign debt. However, foreign exchange risks are hedged through bank Forward Sale Contracts and Credit Exposure Limit (CEL) Facilities provided by banks.

- **Risk associated with stringent pollution control norms and ESG (Environmental, Social, and Governance) regulations :**

The textile industry is subject to strict environmental regulations and evolving sustainability requirements. Compliance with pollution control norms, effluent treatment, and waste management standards has become increasingly critical. Failure to adhere may result in legal penalties, operational disruptions, or reputational risks. Moreover, with rising ESG (Environmental, Social, and Governance) expectations from stakeholders and regulatory authorities, the company may be required to invest in eco-friendly technologies, sustainable sourcing, and efficient waste management systems. While such measures could increase operational costs, non-compliance or delays in adapting to these norms may adversely impact the entity's long-term sustainability and competitive positioning.

## RATING SENSITIVITY FACTORS

The company's ability to increase its scale of operations, improve profitability and margins, efficiently manage its working capital requirements with adequate liquidity, debt protection metrics, gearing and strengthen overall credit profile would be the key rating sensitivities.

### Positive Rating Factors:

- Sustained improvement in the revenue performance with Y-o-Y revenue growth, supported by enhanced profitability with EBITDA margins exceeding 10%.
- A healthier debt profile, including Total Debt/TNW below 1.00x, TOL/TNW below 1.50x, debt protection metrics of DSCR and ISCR above 1.30 times and 2 times respectively along with improved liquidity indicator of current ratio above 1.30 times.

### Negative Rating Factors:

- The ratings may be downgraded if revenue declines by more than 10% YoY due to weaker demand, or if profitability weakens, with EBITDA margins dropping under current levels.
- A rising debt burden, accompanied by a decline in key ratios such as Total Debt to Tangible Net Worth (TOD/TNW) above 2 times, Current Ratio (CR), Interest Coverage Ratio (ISCR), and Debt Service Coverage Ratio (DSCR) falling below 1 times.

## LIQUIDITY POSITION - Adequate

The SKML liquidity position is adequate by cash and cash equivalents improving to Rs.2.75 crores in FY 26. Operational performance has strengthened, with EBITDA improving to Rs.32.65 crores in FY26 from Rs.30 crores in FY 25 providing comfortable coverage for interest and finance charges of Rs.15.29 crores. Net Cash Accruals stood at Rs.14.86 crores in FY26 effectively covering the current portion of the debt current maturities of Rs.14.46 crores. The company's liquidity is further supported by a current ratio of 1.11 times, efficient working capital management with approximately 90% utilization, satisfactory DSCR of 1.01 times, a healthy receivable cycle of under 60 days and projected cash accruals of Rs.23 crores against the CPLTD of Rs.19.57 crores. Additionally, the promoters with sufficient net worth are expected to continue extending support, if necessary, through unsecured loans to manage any cash flow mismatches. Hence overall liquidity profile is assessed as "Adequate."

## ENVIRONMENTAL, SOCIAL, GOVERNANCE (ESG) PRACTICES

Sri Kannapiran Mills Limited (SKML) maintains an adequate ESG profile, reflecting a commitment to sustainable and ethical operational standards aligned with the Manufacturing Sector.

### Environmental:

**Regulatory Compliance:** SKML demonstrates compliance with environmental regulations by adhering to the Water (Prevention and Control of Pollution) Act, 1974, the Air (Prevention and Control of Pollution) Act, 1981, and the Hazardous and Other Wastes (Management and Transboundary Movement) Rules, 2016.

**Water & Effluent Management:** The facility utilizes 353 KLD of water for trade effluent generated during fabric dyeing, 45 KLD for caustic effluent, and 22 KLD for sewage. All industrial wastewater is processed through Zero Liquid Discharge (ZLD) systems to ensure complete recycling and zero discharge into external water bodies.

**Energy Management & Infrastructure:** Operational power requirement stands at 8,350 KVA (7.8 MW). SKML sources renewable solar energy through private power purchase agreements (PPAs),

thereby reducing reliance on TANGEDCO grid power and lowering its carbon footprint. Installed manufacturing capacity spans 4 spinning units and 1 weaving mill, housing 56,000 spindles and 8,688 rotors.

**Regulatory Approvals:** The entity mitigates operational emissions and environmental risks via a valid Consent to Operate (CTO) from the Tamil Nadu Pollution Control Board (TNPCB) under both the Air and Water Acts, valid through FY2029.

### **Social:**

**Human Capital & Diversity:** SKML maintains a workforce of 3,650 employees, with a gender diversity ratio of 65% male and 35% female personnel.

**Labor Standards & Safety:** Structural welfare benchmarks are governed by registered statutory frameworks, alongside an explicit equal opportunity policy. Operational resilience is supported by defined workplace safety performance protocols and regular employee training initiatives.

**Corporate Social Responsibility (CSR):** SKML operates a structured CSR framework overseen by a Board-level CSR Committee. Over the past decade (FY2017 to present), the company has deployed approximately Rs. 1.90 Crore toward targeted CSR programs.

**Community Engagement:** CSR initiatives focus on community welfare surrounding its five plant locations, including sanitary facilities, water conservation projects, and infrastructure support for local schools and colleges.

**Healthcare Infrastructure:** SKML has operated a rural hospital near its Then Tirumalai (Mettupalayam) facility for the past two years. The entity funds medical personnel salaries, modern diagnostic equipment, and laboratory facilities, providing essential healthcare services to adjacent rural populations.

### **Governance:**

**Corporate Track Record:** Incorporated in 1946 under the Companies Act, SKML possesses an operational track record exceeding 80 years. It serves as the flagship enterprise of the KG Group (founded in 1932).

**Leadership & Management:** The company is led by an experienced promoter group with over 30 to 40 years of industry experience across yarn, textiles, essential oils, and aroma chemicals.

**Board Oversight & Financial Transparency:** Governance practices are supported by structured board oversight, sub-committees (including Audit and CSR Committees), and transparent financial reporting compliant with Indian Accounting Standards (Ind AS).

**Statutory Audit:** Financial disclosures and regulatory compliance are audited and certified by M/s Mahadevan R, Gopalaiyer and Subramaniam (Auditor UDIN: 26027497ZZJZBZ5423).

## **COMPANY/FIRM PROFILE**

| Industry Classification |          |                     |                        |
|-------------------------|----------|---------------------|------------------------|
| Macroeconomic Indicator | Sector   | Industry            | Basic Industry         |
| Consumer Discretionary  | Textiles | Textiles & Apparels | Other Textile Products |

### KEY FINANCIAL INDICATORS

| Standalone Financial Indicators (in ₹ crore)                                                                           | FY 23-24 (A) | FY 24-25 (A) | FY25-26 (A) |
|------------------------------------------------------------------------------------------------------------------------|--------------|--------------|-------------|
| <b>Operating Revenue</b>                                                                                               | 456.00       | 438.40       | 439.29      |
| <b>EBITDA</b>                                                                                                          | 13.87        | 29.86        | 32.65       |
| <b>PAT</b>                                                                                                             | -5.74        | 5.84         | 6.63        |
| <b>Tangible Net worth</b>                                                                                              | 101.74       | 107.58       | 114.20      |
| <b>Total Debt/ Tangible Net worth</b>                                                                                  | 1.57         | 1.27         | 1.09        |
| <b>Current Ratio</b>                                                                                                   | 1.05         | 1.03         | 1.11        |
| * A:Audited UA:Unaudited P:Provisional PROJ:Projected                                                                  |              |              |             |
| <b>Note:</b> These are the latest available financial results. All ratios as per BWR's calculations; Amount in ₹ crore |              |              |             |

### RATING HISTORY FOR THE PREVIOUS THREE YEARS

| Current Rating (2026) |       |                   |                                                     | Rating History |                             |      |        |           |                                       |
|-----------------------|-------|-------------------|-----------------------------------------------------|----------------|-----------------------------|------|--------|-----------|---------------------------------------|
|                       |       |                   |                                                     | FY25           |                             | FY24 |        | FY23      |                                       |
| Instrument            | Tenor | Amount (₹. Crore) | Rating                                              | Date           | Rating                      | Date | Rating | Date      | Rating                                |
| Fund Based            | LT    | 135.19            | BWR BBB/Stable to Positive Assignment/Reaffirmation | 10Sep2025      | BWR BBB/Stable (Assignment) | NA   | NA     | 22Nov2023 | BWR BBB-Stable (Downgrade/Withdrawal) |
| Fund Based            | LT    | 0.00              | Withdrawal                                          | 10Sep2025      | BWR BBB/Stable (Assignment) | NA   | NA     | NA        | NA                                    |
| Fund Based            | ST    | 13.50             | BWR A3+ Assignment/Reaffirmation                    | 10Sep2025      | BWR A3+ (Assignment)        | NA   | NA     | 22Nov2023 | BWR A3 (Downgrade/Withdrawal)         |
| Fund Based            | ST    | 0.00              | Withdrawal                                          | 10Sep2025      | BWR A3+ (Assignment)        | NA   | NA     | NA        | NA                                    |
| Non Fund Based        | ST    | 17.80             | BWR A3+ Assignment/Reaffirmation                    | 10Sep2025      | BWR A3+ (Assignment)        | NA   | NA     | 22Nov2023 | BWR A3 (Downgrade/Withdrawal)         |
| Non Fund Based        | ST    | 0.00              | Withdrawal                                          | 10Sep2025      | BWR A3+ (Assignment)        | NA   | NA     | NA        | NA                                    |

### COMPLEXITY LEVEL OF THE RATED INSTRUMENTS

| Instrument     | Complexity Indicator |
|----------------|----------------------|
| Fund Based     | Simple               |
| Non-Fund Based | Simple               |

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on BWR's website [www.brickworkratings.com/download/ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf)

### NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY (IF ANY):

**Not Applicable.**

### ANY OTHER INFORMATION:

**None.**

| Contacts                                                                                                                                                                                                                                                                                          |                                                                                                                                                                                                                                                                                           |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
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**Annexure I: Details of Bank Loan Facilities**

| Sl. No. | Name of the Bank/Lender  | Type of Facilities                                                 | Long Term (Rs.Crs.) | Short Term (Rs.Crs.) | Total (Rs.Crs.) | Regulator |
|---------|--------------------------|--------------------------------------------------------------------|---------------------|----------------------|-----------------|-----------|
| 1       | Central Bank of India    | Open Cash Credit / Cash Credit (Hypothecation/Pledge) - Sanctioned | 11.50               | -                    | 11.50           | RBI       |
| 2       | Central Bank of India    | Emergency Credit Line Guarantee Scheme (ECLGS)-Out-standing        | 0.12                | -                    | 0.12            | RBI       |
| 3       | Central Bank of India    | Emergency Credit Line Guarantee Scheme (ECLGS)-Sanctioned          | 2.30                | -                    | 2.30            | RBI       |
| 4       | Central Bank of India    | Term Loan-Proposed                                                 | 3.60                | -                    | 3.60            | RBI       |
| 5       | Central Bank of India    | FBD/FBP/UBD - Sanctioned                                           | -                   | 2.50                 | 2.50            | RBI       |
| 6       | Central Bank of India    | Bank Guarantee - Sanctioned                                        | -                   | 0.30                 | 0.30            | RBI       |
| 7       | Central Bank of India    | Letter of Credit/ ILC - Sanctioned                                 | -                   | 3.50                 | 3.50            | RBI       |
| 8       | HDFC Bank                | Open Cash Credit / Cash Credit (Hypothecation/Pledge) - Sanctioned | 10.65               | -                    | 10.65           | RBI       |
| 9       | HDFC Bank                | Emergency Credit Line Guarantee Scheme (ECLGS)-Out-standing        | 0.98                | -                    | 0.98            | RBI       |
| 10      | HDFC Bank                | Emergency Credit Line Guarantee Scheme (ECLGS)-Sanctioned          | 2.13                | -                    | 2.13            | RBI       |
| 11      | HDFC Bank                | FBD/FBP/UBD - Sanctioned                                           | -                   | 3.00                 | 3.00            | RBI       |
| 12      | HDFC Bank                | Bank Guarantee - Sanctioned                                        | -                   | 0.68                 | 0.68            | RBI       |
| 13      | HDFC Bank                | Letter of Credit/ ILC - Sanctioned                                 | -                   | 1.50                 | 1.5             | RBI       |
| 14      | Tamilnad Mercantile Bank | Open Cash Credit / Cash Credit (Hypothecation/Pledge) - Sanctioned | 22.50               | -                    | 22.50           | RBI       |
| 15      | Tamilnad Mercantile Bank | Emergency Credit Line Guarantee Scheme (ECLGS)-Out-standing        | 1.12                | -                    | 1.12            | RBI       |
| 16      | Tamilnad Mercantile Bank | Working Capital Term Loan-Outstanding                              | 10.82               | -                    | 10.82           | RBI       |

|    |                          |                                                                                                   |       |      |       |     |
|----|--------------------------|---------------------------------------------------------------------------------------------------|-------|------|-------|-----|
| 17 | Tamilnad Mercantile Bank | Emergency Credit Line Guarantee Scheme (ECLGS)-Proposed                                           | 4.18  | -    | 4.18  | RBI |
| 18 | Tamilnad Mercantile Bank | Bank Guarantee - Sanctioned                                                                       | -     | 1.50 | 1.50  | RBI |
| 19 | Tamilnad Mercantile Bank | Letter of Credit/ ILC - Sanctioned                                                                | -     | 5.25 | 5.25  | RBI |
| 20 | Karur Vysya Bank         | Open Cash Credit / Cash Credit (Hypothecation/Pledge) - Sanctioned                                | 7.90  | -    | 7.90  | RBI |
| 21 | Karur Vysya Bank         | Emergency Credit Line Guarantee Scheme (ECLGS)-Out-standing                                       | 2.82  | -    | 2.82  | RBI |
| 22 | Karur Vysya Bank         | Emergency Credit Line Guarantee Scheme (ECLGS)-Out-standing                                       | 5.47  | -    | 5.47  | RBI |
| 23 | Karur Vysya Bank         | Secured Corporate Term Loan -Outstanding                                                          | 11.00 | -    | 11.00 | RBI |
| 24 | Karur Vysya Bank         | FBD/FBP/UBD - Sanctioned                                                                          | -     | 5.00 | 5.00  | RBI |
| 25 | Karur Vysya Bank         | Term Loan - Outstanding                                                                           | 2.09  | -    | 2.09  | RBI |
| 26 | Karur Vysya Bank         | Working Capital Demand Loan - Sanctioned                                                          | 11.83 | -    | 11.83 | RBI |
| 27 | Karur Vysya Bank         | Bank Guarantee - Sanctioned                                                                       |       | 3.95 | 3.95  | RBI |
| 28 | Punjab National Bank     | Open Cash Credit / Cash Credit (Hypothecation/Pledge) - Sanctioned                                | 19.08 | -    | 19.08 | RBI |
| 29 | Punjab National Bank     | Emergency Credit Line Guarantee Scheme (ECLGS)-Out-standing                                       | 0.91  | -    | 0.91  | RBI |
| 30 | Punjab National Bank     | Emergency Credit Line Guarantee Scheme (ECLGS)-Sanctioned                                         | 4.19  | -    | 4.19  | RBI |
| 31 | Punjab National Bank     | FBD/FBP/UBD - Sanctioned                                                                          | -     | 3.00 | 3.00  | RBI |
| 32 | Punjab National Bank     | Bank Guarantee - Sanctioned                                                                       | -     | 0.12 | 0.12  | RBI |
| 33 | Punjab National Bank     | Letter of Credit/ ILC - Sanctioned                                                                | -     | 1.00 | 1.00  | RBI |
| 34 | Indian Bank              | Open Cash Credit / Cash Credit (Hypothecation/Pledge) along with sublimits of (Packing Credit and | 0.00  | -    | 0.00  | RBI |

|    |                                                              |                                                             |               |              |               |     |
|----|--------------------------------------------------------------|-------------------------------------------------------------|---------------|--------------|---------------|-----|
|    |                                                              | WCDL)                                                       |               |              |               |     |
| 35 | Indian Bank                                                  | Emergency Credit Line Guarantee Scheme (ECLGS)-Out-standing | 0.00          | -            | 0.00          | RBI |
| 36 | Indian Bank                                                  | Bank Guarantee                                              | -             | 0.00         | 0.00          | RBI |
| 37 | Indian Bank                                                  | Letter of Credit                                            | -             | 0.00         | 0.00          | RBI |
|    | <b>TOTAL</b>                                                 |                                                             | <b>135.19</b> | <b>31.30</b> | <b>166.49</b> |     |
|    | <b>(Rupees One Hundred Sixty Six Crores Forty Nine Lakh)</b> |                                                             |               |              |               |     |

**ANNEXURE II: Details of Instruments/Facilities**

| Name of the Instrument / Facility | Long Term/Short Term | ISIN | Date of Issuance (DD-MM YYYY) | Coupon Rate (%) | Maturity Date (DDMM -YYYY) | Size of the Issue (₹ cr) | Rating Assigned and Rating Outlook | Regulator |
|-----------------------------------|----------------------|------|-------------------------------|-----------------|----------------------------|--------------------------|------------------------------------|-----------|
| Nil                               | Nil                  | Nil  | Nil                           | Nil             | Nil                        | Nil                      | Nil                                | Nil       |

**ANNEXURE III: List of Entities Consolidated**

| Name of Entity | % ownership | Extent of consolidation | Rationale for consolidation |
|----------------|-------------|-------------------------|-----------------------------|
| Nil            | Nil         | Nil                     | Nil                         |

**Annexure IV: List of Instruments and Names of Regulators of the Instruments**

| A.      | Rating activities                                                                    |                              |
|---------|--------------------------------------------------------------------------------------|------------------------------|
| Sr. No. | Instrument / activity Name                                                           | Regulator of the instruments |
| 1       | Listed/Proposed to be listed bonds/debentures/preference share (all securities)      | SEBI                         |
| 2       | Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities) | MCA                          |
| 3       | Listed PTCs / Securitisation Notes (originated by entities regulated by RBI)*        | RBI                          |
| 4       | Listed PTCs / Securitisation Notes (originated by entities not regulated by RBI)*    | SEBI                         |
| 5       | Unlisted PTCs / Securitisation Notes (originated by entities regulated by RBI)*      | RBI                          |
| 6       | Listed Commercial Paper and NCDs with original maturity less than 1 year             | RBI                          |
| 7       | Unlisted Commercial Paper and NCDs with original maturity less than 1 year           | RBI                          |
| 8       | Loan Facilities (Fund/Non-Fund Based) from Bank/NBFCs/NHB/FIs ^                      | RBI                          |
| 9       | External Commercial Borrowings and other similar borrowings                          | RBI                          |

|    |                                                                                                             |                                                |
|----|-------------------------------------------------------------------------------------------------------------|------------------------------------------------|
| 10 | Certificates of Deposit                                                                                     | RBI                                            |
| 11 | Fixed Deposits raised by NBFCs, HFCs, FIs                                                                   | RBI                                            |
| 12 | Fixed Deposits raised by corporates other than NBFCs, Banks, HFCs, FIs                                      | MCA                                            |
| 13 | Inter Corporate Deposits/Loans extended by Corporates                                                       | MCA                                            |
| 14 | Borrowing programme ~                                                                                       | -                                              |
| 15 | Issuer Ratings #                                                                                            | -                                              |
| 16 | Credit Ratings for Capital Protection Oriented Schemes (by Mutual Funds and AIFs)                           | SEBI                                           |
| 17 | Credit quality ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs                                   | SEBI                                           |
| 18 | Listed Security Receipts \$                                                                                 | RBI                                            |
| 19 | Unlisted Security Receipts                                                                                  | RBI                                            |
| 20 | Independent Credit Evaluation (ICE)                                                                         | RBI                                            |
| 21 | Expected Loss Ratings (Listed/Proposed to be listed bonds/debentures/preference share (all securities))     | SEBI                                           |
| 22 | Expected Loss Ratings (Unlisted/Proposed to be unlisted Bonds/Debentures/Preference share (all securities)) | MCA                                            |
| 23 | Unlisted PTCs / Securitisation Notes (originated by entities not regulated by RBI) *                        | Investor-side regulator such as IRDAI, PFRDA @ |

\* Includes securitisation transactions involving assignee payout, acquirer's payout.

~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), etc. The regulator of the instrument may accordingly be SEBI, RBI or MCA and can only be determined upon issuance. In PRs subsequent to issuance(s), Brick Work Ratings India Private Limited (BWR) shall separately capture the rated quantum details along with names of respective regulators.

^ Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.

# There is no instrument being rated and hence, the Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in SEBI Master Circular for CRAs.

@ These ratings were assigned during the regulatory regime prior to introduction of SEBI CRA Circular dated Feb 10, 2026 and the investor side regulators have accordingly been included.

\$ By virtue of the instrument being listed, SEBI acts as the regulator for listing and related issues.

**Note: Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.**

| B | Other Activities                                                                                | Regulator of the Instruments |
|---|-------------------------------------------------------------------------------------------------|------------------------------|
| 1 | Monitoring Agencies                                                                             | SEBI                         |
| 2 | Research activities incidental to rating such as research for Economy, Industries and Companies | NA                           |

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For any grievances relating to rating of instruments regulated by SEBI, please contact [sebigrievance@brickworkratings.com](mailto:sebigrievance@brickworkratings.com). Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

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