

Mr. K. Prasad  
Chief Financial Officer - Sagar Cements Limited  
Sagar Cements (R) Limited  
Plot no 111, Rd no 10, Jubilee Hills,  
Hyderabad- 500 033 Telangana

June 10, 2021

Dear Sir/Madam,

**Re: Rating Letter for BLR & NCD of Sagar Cements (R) Limited**

India Ratings and Research (Ind-Ra) has upgraded Sagar Cements (R) Limited's (SCRL) Long-Term Issuer Rating to 'IND A' from 'IND A-'. The Outlook is Positive. The instrument-wise rating actions are as follows:

| Instrument Type                      | ISIN         | Date of Issuance | Coupon Rate | Maturity Date | Size of Issue (million)              | Rating/Outlook         | Rating Action | Historical Rating/Outlook as on 31 July 2020 |
|--------------------------------------|--------------|------------------|-------------|---------------|--------------------------------------|------------------------|---------------|--|
| Fund-based working capital limit     |              |                  |             |               | INR400                               | IND A/Positive /IND A1 | Upgraded      | IND A-/Stable/IND A2                         |
| Non-fund-based working capital limit |              |                  |             |               | INR350 (increased from INR150)       | IND A1                 | Upgraded      | IND A2+                                      |
| Term loan                            |              |                  |             | July 2025     | INR300 (reduced from INR350)         | IND A/Positive         | Upgraded      | IND A-/Stable                                |
| Non-convertible debentures (NCDs)    | INE433R07016 | March 2016       | 11.6%       | May 2025      | INR1,038.4 (reduced from INR1,153.8) | IND A/Positive         | Upgraded      | IND A-/Stable                                |

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security.

The manner of India Ratings factual investigation and the scope of the third-party verification it obtains will vary depending on the nature of the rated security and its issuer, the requirements and practices in India where the rated security is offered and sold, the availability and nature of relevant public information, access to the management of the issuer and its advisers, the availability of pre-existing third-party verifications such as audit reports, agreed-upon procedures letters, appraisals, actuarial reports, engineering reports, legal opinions and other reports provided by third parties, the availability of independent and competent third-party verification sources with respect to the particular security or in the particular jurisdiction of the issuer, and a variety of other factors.

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strategy with respect to any investment, loan or security or any issuer. Ratings do not comment on the adequacy of market price, the suitability of any investment, loan or security for a particular investor (including without limitation, any accounting and/or regulatory treatment), or the tax-exempt nature or taxability of payments made in respect of any investment, loan or security. India Ratings is not your advisor, nor is India Ratings providing to you or any other party any financial advice, or any legal, auditing, accounting, appraisal, valuation or actuarial services. A rating should not be viewed as a replacement for such advice or services. Investors may find India Ratings ratings to be important information, and India Ratings notes that you are responsible for communicating the contents of this letter, and any changes with respect to the rating, to investors.

It will be important that you promptly provide us with all information that may be material to the ratings so that our ratings continue to be appropriate. Ratings may be raised, lowered, withdrawn, or placed on Rating Watch due to changes in, additions to, accuracy of or the inadequacy of information or for any other reason India Ratings deems sufficient.

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In this letter, "India Ratings" means India Ratings & Research Pvt. Ltd. and any successor in interest.

We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please contact the undersigned at .

Sincerely,

India Ratings



**Abhishek Bhattacharya**  
Senior Director

**Annexure: Facilities Breakup**

| Instrument Description               | Banks Name          | Ratings               | Sanction Amount (INR million) | Outstanding/Rating Amount(INR million) |
|--------------------------------------|---------------------|-----------------------|-------------------------------|--|
| Fund Based Working Capital Limit     | State Bank of India | IND A/Positive/IND A1 | 200                           |  |
| Fund Based Working Capital Limit     | Federal Bank        | IND A/Positive/IND A1 | 200                           |  |
| Non-Fund Based Working Capital Limit | State Bank of India | IND A1                | 100                           |  |
| Non-Fund Based Working Capital Limit | Federal Bank        | IND A1                | 250                           |  |
| Term Loan                            | Federal Bank        | IND A/Positive        |                               | 300                                    |