



ICRA

ICRA Limited

**CONFIDENTIAL**

Ref. No.Surv/Chen/092/20-21

July 23, 2020

**Mr. S. Ramabadran**  
**Chief Financial Officer and Company Secretary**  
**Sundaram Brake Linings Limited**  
Padi, Chennai – 600 050  
Tel: 73580 33446

Dear Sir,

**Re: ICRA-assigned Credit Rating for Rs. 59.07 crore of Sundaram Brake Linings Limited (instrument details in Annexure)**

Please refer to the RRF No. CHN/2014-15/368 dated January 20, 2015 between ICRA Limited (“ICRA”) and your company, whereby ICRA is required to review its ratings, on an annual basis, or as and when the circumstances warrant.

Based on a review of the latest developments, the Rating Committee of ICRA, after due consideration, has reaffirmed the long-term rating for the captioned Line of Credit (LOC) at [ICRA]BBB+ (pronounced ICRA triple B plus).<sup>†</sup> The Rating Committee of ICRA has also reaffirmed the short-term rating for the captioned LOC at [ICRA]A2 (pronounced ICRA A two). The Outlook on the long-term rating has been revised to ‘**Negative**’ from ‘Stable’.

The ratings as stated above are specific to the terms and conditions of the LOC as indicated to us by you. In case there is any change in the terms and conditions, or the size of the rated LOC, the same must be brought to our notice immediately. Any such change would warrant a rating review, following which there could be a change in the ratings assigned. Notwithstanding the foregoing, any change in the overall limit of the LOC from that specified in the first paragraph of this letter would constitute an enhancement that would not be covered by or under the said Rating Agreement.

ICRA reserves the right to review and/or, revise the above rating at any time on the basis of new information or unavailability of information or such other circumstances, which ICRA believes, may have an impact on the rating assigned to you.

You are requested to furnish a monthly ‘*No Default Statement (NDS)*’ (in the format enclosed) on the first working day of every month, confirming the timeliness of payment of all obligations against the rated debt programme [interest and principal obligations for fund based as well as obligations under LOC/BG for non-fund based facility]. This is in accordance with requirements prescribed in circular dated June 30, 2017 on ‘*Monitoring and Review of Ratings by Credit Rating Agencies (CRAs)*’ issued by the Securities and Exchange Board of India.

<sup>†</sup> For complete rating definition please refer to ICRA Website [www.icra.in](http://www.icra.in) or any of the ICRA Rating Publications



ICRA

ICRA Limited

You are also requested to inform us forthwith of any default or delay in the payment of interest and/or principal against the rated debt programme, or any other debt instruments and/or borrowings of your company. Further, you are requested to keep us informed of any other developments that could have a direct or indirect impact on the debt servicing capability of your company, with such developments including, but not limited to, any proposal for re-schedulement or postponement of repayment against any dues and/or debts of your company with any lender(s) and/or investor(s).

We thank you for your kind co-operation extended during the course of the rating exercise. Please let us know if you need any clarification.

We look forward to further strengthening our existing relationship and assure you of our best services.

With kind regards,

Yours sincerely,  
for ICRA Limited

**[Srinivasan Rangaswamy]**  
**Vice President**  
r.srinivasan@icraindia.com

**Encl:**



**'No Default Statement on the Company Letter Head'**

To,

ICRA Limited  
Karumuttu Centre, 5th Floor  
634, Anna Salai, Nandanam  
Chennai - 600 035

Dear Sir,

1. We hereby confirm that as on date there are no overdues or default on our listed debt obligations. (Securities).
2. We hereby confirm that as on date there are no overdues or default on our unlisted debt obligations. (Securities).
3. We also confirm that in the month ended <<Month and Year name>>, there has been no instance of delay in servicing of our listed debt obligations (Securities).
4. We also confirm that in the month ended <<Month and Year name>>, there has been no instance of delay in servicing of our un-listed debt obligations (Securities).
5. We also confirm that in the month ended <<Month and Year name>>, there has been no instance of delay in servicing of debt obligations guaranteed by us.
6. We hereby confirm that as on date and in the month ended <<Month and Year name>> there are no over dues or default on payment of interest/installment obligations on loans from banks/financial institutions.
7. We hereby confirm that as on date there are no over dues or default on payment of interest/installment obligations on loans from banks/financial institutions which continues beyond 30 days.
8. We hereby confirm that as on date there are no over dues or default on revolving facilities like cash credit, from banks/financial institutions which continues beyond 30 days.
9. We also confirm that there is no amount remaining unpaid for more than 30 days from the invocation of the bank guarantee facilities or devolvement of Letters of Credit as on date / in the month ended <<Month and Year name>> We also confirm that there has not been any instance of devolvement of Letter of Credit in the month ended <<Month and Year name>>
10. We also confirm that there has been no overdrawing of the drawing power sanctioned by the bank for a period of more than 30 consecutive days in case of bank facilities which do not have scheduled maturity/repayment dates.
11. Details of default in payment of interest/installment obligations on loans including revolving facilities like cash credit from banks/financial institutions and any overdrafts beyond what is sanctioned by the bank, beyond 30 days as on date/ in the month ended <<Month and Year name>>, in any of the above case (if any):

Name of Lender	Nature of obligation	Date of Default	Current default amount	Amount to be paid	Actual Date of Payment (if any)	Remarks
Text	Term Loan, CC					
Row 2						

12. Details of default in payment of principal/interest obligations as on date/ in the month ended <<Month and Year name>>, on our listed and unlisted debt obligations (Securities), in any of the above case (if any):

Name of the Instrument	ISIN	Amount to be paid	Due Date of Payment	Actual Date of Payment	Remarks
NCD					

Thanking You,

Yours faithfully,

<Authorized Signatory of Issuer>



## Annexure

### Details of the bank limits rated by ICRA (Rated on long-term scale)

Bank Limits		Amounts (Rs. crore)	Rating	Assigned On
<b>Fund based facilities</b>				
State Bank of India	Cash Credit	55.00	[ICRA]BBB+ (Negative)	July 17, 2020
<b>Total</b>		<b>55.00</b>		

### Details of the bank limits rated by ICRA (Rated on short-term scale)

Bank Limits		Amounts (Rs. cr)	Rating	Assigned On
<b>Fund based facilities</b>				
State Bank of India	EPC/PCFC - Sublimit	(35.00)	[ICRA]A2	July 17, 2020
State Bank of India	FBDN - Sublimit	(10.00)		
<b>Non-fund based facilities</b>				
State Bank of India	LC	3.00		
State Bank of India	CEL	1.07		
State Bank of India	BG - Sublimit	(1.50)		
<b>Total</b>		<b>4.07</b>		