

CONFIDENTIAL

VSS/179741/BLR/061718233
June 30, 2017

Mr. Rajeev Thapar
Chief Financial Officer
Vardhman Special Steels Limited
Chandigarh Road
Ludhiana - 141010
Tel: 161 2228943

Dear Mr. Rajeev Thapar,

Re: Review of CRISIL Ratings on the bank facilities of Vardhman Special Steels Limited

All ratings assigned by CRISIL are kept under continuous surveillance and review.

Please find in the table below the ratings outstanding for the debt instruments/facilities of the company, and the rating actions by CRISIL on the ratings as on date.

Total Bank Loan Facilities Rated	Rs.546.52 Crore
Long-Term Rating	CRISIL AA-/Positive (Outlook Revised from 'Stable' and Rating Reaffirmed)
Short-Term Rating	CRISIL A1+ (Reaffirmed)

(Bank-wise details as per Annexure 1)

As per our Rating Agreement, CRISIL would disseminate the ratings, along with the outlook, through its publications and other media, and keep the ratings, along with the outlook, under surveillance over the life of the instrument/facility. CRISIL reserves the right to withdraw, or revise the ratings, along with the outlook, at any time, on the basis of new information, or unavailability of information, or other circumstances which CRISIL believes may have an impact on the ratings.

Should you require any clarifications, please feel free to get in touch with us.

With warm regards,

Yours sincerely,



Amit Narayan Bhave
Director - CRISIL Ratings



Nivedita Shibu
Associate Director - CRISIL Ratings



A CRISIL rating reflects CRISIL's current opinion on the likelihood of timely payment of the obligations under the rated instrument and does not constitute an audit of the rated entity by CRISIL. CRISIL ratings are based on information provided by the issuer or obtained by CRISIL from sources it considers reliable. CRISIL does not guarantee the completeness or accuracy of the information on which the rating is based. A CRISIL rating is not a recommendation to buy, sell, or hold the rated instrument; it does not comment on the market price or suitability for a particular investor. All CRISIL ratings are under surveillance. Ratings are revised as and when circumstances so warrant. CRISIL is not responsible for any errors and especially states that it has no financial liability whatsoever to the subscribers / users / transmitters / distributors of this product. CRISIL Ratings rating criteria are available without charge to the public on the CRISIL web site, www.crisil.com. For the latest rating information on any instrument of any company rated by CRISIL, please contact Customer Service Helpdesk at 1800-267-1301.

Annexure 1 - Bank-wise details of various facility classes (outstanding facilities)

S.No.	Bank Facility	Bank	Amount (Rs. in Crore)	Outstanding Rating
1	Cash Credit	State Bank of India	100.0	CRISIL AA- /Positive
2	Cash Credit	HDFC Bank Limited	15.0	CRISIL AA- /Positive
3	Cash Credit	YES Bank Limited	25.0	CRISIL AA- /Positive
4	Cash Credit	Axis Bank Limited	10.0	CRISIL AA- /Positive
5	Corporate Loan	YES Bank Limited	75.0	CRISIL AA- /Positive
6	Corporate Loan	State Bank of India	65.0	CRISIL AA- /Positive
7	Foreign Currency Term Loan	Axis Bank Limited	111.09	CRISIL AA- /Positive
8	Letter of credit & Bank Guarantee	State Bank of India	31.0	CRISIL A1+
9	Letter of credit & Bank Guarantee	YES Bank Limited	15.0	CRISIL A1+
10	Letter of credit & Bank Guarantee	Axis Bank Limited	17.0	CRISIL A1+
11	Letter of credit & Bank Guarantee	HDFC Bank Limited	37.0	CRISIL A1+
12	Term Loan	Axis Bank Limited	10.23	CRISIL AA- /Positive
13	Term Loan	State Bank of India	35.2	CRISIL AA- /Positive
	Total		546.52	

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CRISIL Limited

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