

Ref No: ICRA/ Acknit Industries Limited/ 20032023/ 1

March 20, 2023

Mr. Bishnu Kumar Kesan
CFO & General Manager,
Acknit Industries Limited,
Ecostation, Block - BP, Plot No. 7,
5th Floor, Suit No. 504,
Sector - V, Salt Lake,
Kolkata – 700 091

Dear Sir,

Re: Surveillance of ICRA-assigned Credit Rating for Rs. 67.32 crore Bank Facilities of Acknit Industries Limited

Please refer to the Rating Agreement/ Statement of Work dated February 22, 2022 executed 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 so warrant. Based on a review of the latest developments, the Rating Committee of ICRA, after due consideration, has reaffirmed the long-term rating at **[ICRA]BBB** (pronounced ICRA triple B) (“Rating”). The Rating Committee of ICRA, after due consideration has also reaffirmed the short-term rating at **[ICRA]A3+** (pronounced ICRA A three plus). The outlook on the long-term rating is **Stable**. For Rating definition(s), please refer to ICRA website at www.icra.in.

In any of your publicity material or other document wherever you are using the above Rating(s), it should be stated as **[ICRA]BBB (Stable)/ [ICRA]A3+**.

The aforesaid Rating(s) will be due for surveillance any time before **March 12, 2024**. However, ICRA reserves the right to review and/or, revise the above Rating(s) at any time on the basis of new information becoming available, or the required information not being available, or other circumstances that ICRA believes could have an impact on the Rating(s). Therefore, request the lenders and Investors to visit ICRA website at www.icra.in for latest Rating(s) of the Company.

The Rating(s) are specific to the terms and conditions of the bank facilities as indicated to us by you, and any change in the terms or size of the same would require a review of the Rating(s) by us. In case there is any change in the terms and conditions or the size of the rated bank facilities, the same must be brought to our notice before the bank facilities is used by you. In the event such changes occur after the Rating(s) have been assigned by us and their use has been confirmed by you, the Rating(s) would be subject to our review, following which there could be a change in the Rating(s) previously assigned.

Notwithstanding the foregoing, any increase in the over-all limit of the bank facilities 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.



The Rating(s) assigned must be understood solely as an opinion and should not be treated, or cause to be treated, as recommendation to buy, sell, or hold the rated bank facilities availed/issued by your company.

You are also requested to forthwith inform us about any default or delay in repayment of interest or principal amount of the instrument rated, as above, or any other debt instruments/ borrowing and keep us informed of any other developments which may have a direct or indirect impact on the debt servicing capability of the company including any proposal for re-schedulement or postponement of the repayment programmes of the dues/ debts of the company with any lender(s)/ investor(s). Further, you are requested to inform us immediately as and when the borrowing limit for the instrument rated, as above, or as prescribed by the regulatory authority(ies) is exceeded.

We look forward to your communication and assure you of our best services.

With kind regards,

Yours sincerely,
For ICRA Limited

Kaushik Das
Vice President
kaushikd@icraindia.com



Annexure

Acknit Industries Limited

Details of Bank Limits Rated by ICRA (Rated on Long-Term Scale)

Fund Based Bank Limits	Amount (Rs. Crore)	Rating	Assigned on
State Bank of India – Cash Credit/ WCL/ EPC/ PCFC/ FBD/ EBR	45.00	[ICRA]BBB (Stable)	March 13, 2023
Bank of Baroda – Cash Credit/ WCL/ EPC/ PCFC/ FBD/ EBR	15.00	[ICRA]BBB (Stable)	March 13, 2023
Total	60.00		

SBI – One way interchangeable of Rs. 5.00 crore from fund-based working capital to letter of credit

Details of Bank Limits Rated by ICRA (Rated on Short-Term Scale)

Non-Fund Based Bank Limits	Amount (Rs. Crore)	Rating	Assigned on
State Bank of India – Letter of Credit	2.50	[ICRA]A3+	March 13, 2023
Bank of Baroda – Letter of Credit	2.00	[ICRA]A3+	March 13, 2023
State Bank of India – Forward Contract Limit	1.52	[ICRA]A3+	March 13, 2023
Total	6.02		

Details of Bank Limits Rated by ICRA (Rated on Long-term and Short-Term Scale)

Non-Fund Based Bank Limits	Amount (Rs. Crore)	Rating	Assigned on
State Bank of India – Bank Guarantee	0.90	[ICRA]BBB (Stable)/ [ICRA]A3+	March 13, 2023
Bank of Baroda – Bank Guarantee	0.40	[ICRA]BBB (Stable)/ [ICRA]A3+	March 13, 2023
Total	1.30		