

CARE/HO/RL/2017-18/4921
Mr. Gurinder Singh Sehbey
Chief Executive Officer,
Staragri Finance Limited
3rd floor, B Wing, Litolier Chambers,
Andheri-Kurla Road, Marol Naka,
Andheri East, Mumbai – 400059

March 23, 2018

Confidential

Dear Sir,

Credit rating for bank facilities

On the basis of recent developments including operational and financial performance of your company for FY17 (audited) and 9MFY18 (provisional), our Rating Committee has reviewed the following ratings:

Facilities	Amount (Rs. crore)	Rating ¹	Rating Action
Long-term Bank Facilities	322.52 (enhanced from Rs.236.50 crore)	CARE BBB+; Stable [Triple 'B' Plus; Outlook:Stable]	Revised from CARE BBB+ (SO); Stable [Triple 'B' Plus (Structured Obligation); Outlook:Stable]
Long-term Bank Facilities (Proposed)	327.48 (enhanced from Rs.13.50 crore)	CARE BBB+; Stable [Triple 'B' Plus; Outlook:Stable]	Revised from Provisional CARE BBB+ (SO); Stable [Provisional Triple 'B' Plus (Structured Obligation); Outlook:Stable]
Short-term Bank Facilities (Proposed)	50	CARE A2 [A Two]	Revised from Provisional CARE A2 (SO) [Provisional A Two (Structured Obligation)]
Total	700 (Rs. Seven Hundred crore only)		

¹Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.

2. Refer **Annexure 1** for details of rated facilities.
3. The rationale for the rating will be communicated to you separately. A write-up (press release) on the above rating is proposed to be issued to the press shortly, a draft of which is enclosed for your perusal as **Annexure-2**. We request you to peruse the annexed document and offer your comments if any. We are doing this as a matter of courtesy to our clients and with a view to ensure that no factual inaccuracies have inadvertently crept in. Kindly revert as early as possible. In any case, if we do not hear from you by **March 27, 2018** we will proceed on the basis that you have no any comments to offer.
4. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
5. CARE reserves the right to revise/reaffirm/withdraw the rating assigned as also revise the outlook, as a result of periodic review/surveillance, based on any event or information which in the opinion of CARE warrants such an action. In the event of failure on the part of the entity to furnish such information, material or clarifications as may be required by CARE so as to enable it to carry out continuous monitoring of the rating of the bank facilities, CARE shall carry out the review on the basis of best available information throughout the life time of such bank facilities. In such cases the credit rating symbol shall be accompanied by "ISSUER NOT COOPERATING". CARE shall also be entitled to publicize/disseminate all the afore-mentioned rating actions in any manner considered appropriate by it, without reference to you.
6. CARE ratings do not take into account the sovereign risk, if any, attached to the foreign currency loans, and the ratings are applicable only to the rupee equivalent of these loans.
7. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.

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CARE Ratings Limited
(Formerly known as Credit Analysis & Research Limited)

8. CARE ratings are **not** recommendations to sanction, renew, disburse or recall the concerned bank facilities.

If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

Yours faithfully,


[Ashwitha Nandagopalan]
Analyst
ashwitha.n@careratings.com


[Aditya Acharekar]
Associate Director
aditya.acharekar@careratings.com

Encl.: As above

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings/outlooks on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating/outlook assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating/outlook may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

Annexure 1
Details of Rated Facilities

1. Long-term facilities as on February 28, 2018

1.A. Term Loans

(Rs. crore)

Name of the Lender	Amount Sanctioned	Rated Amount (Amount outstanding as on 28.02.18)	Last Instalment Date
DCB Bank	5.00	1.25	30-Nov-18
Corporation bank	50.00	34.37	4-Nov-20
Nabkisan	14.00	4.20	30-Sep-18
Nabkisan	10.00	7.27	18-Dec-19
KVB-1	10.00	8.75	21-Aug-21
Indian Bank	25.00	25.00	31-Dec-21
IFMR	25.00	20.43	27-Dec-21
ABFL	25.00	17.50	1-Sep-21
SBM Bank	5.00	3.75	1-Jun-20
Bank of Maharashtra	25.00	25.00	30-Mar-22
Canara Bank	10.00	10.00	21-Sep-21
KVB-2	10.00	10.00	22-Jun-22
The Catholic Syrian Bank	10.00	10.00	12-Jun-22
Indian Overseas Bank	35.00	35.00	14-Aug-22
UCO Bank	25.00	25.00	13-Aug-22
Dena Bank	35.00	35.00	21-Nov-22
Total of Term Loans outstanding		272.52	

1.B. Cash Credit

(Rs. crore)

Name of the Lender	Facility	Rated Amount (Amount Sanctioned)
SBI	Cash Credit	50.00

1.C. Proposed Long-term Bank Facilities: Rs.327.48 crore

Total long-term facilities as at February 28, 2018 (1.A+1.B+1.C): Rs.322.52 crore

2. Proposed Short-term Bank Facilities: Rs.50 crore

Total Rated Bank Facilities (1.A+1.B+1.C+2): Rs.700 crore