



28th June, 2017

Corporate Relationship Dept.
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400007

Dear Sir,

Sub: Intimation of revision of rating - Regulation 30 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015

Ref: Security Code: 522134

In compliance with Regulation 30(6) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we wish to inform that India Rating and Research ('Ind-Ra'), (A Fitch Group Company) has revised and assigned the following rating to the bank facilities of the Company:

S. No.	Particulars	New Rating Assigned	Remark/ Previous Rating
1.	Fund-based working capital limits	IND AA-(SO)/ Stable/ IND A1+(SO)	IND BBB- / Stable/ IND A3
2.	Non-fund based limits	IND AA-(SO)/ Stable/ IND A1+(SO)	IND A3
3.	Term Loan	IND AA-(SO)/ Stable	IND BBB- / Stable

The report as received from 'Ind-Ra' is enclosed herein.

Further, pursuant to the Regulation 46(2) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the aforesaid information is also disclosed on the website of the Company, i.e., www.artson.net and on 'Ind-Ra' i.e., www.indiaratings.co.in.

Kindly take this communication on record.

Thanking You

Yours Truly,

For **Artson Engineering Limited**

Deepak Tibrewal
Deepak Tibrewal
Company Secretary
FCS 8925



Corporate Identity Number : L27290MH1978PLC020644

ARTSON ENGINEERING LIMITED

A subsidiary of

TATA PROJECTS LIMITED

Regd. Office : 11th Floor, Hiranandani Knowledge Park, Technology Street, Powai, Mumbai 400 076

Tel.: +91 22 6625 5600 • Fax : +91 22 6625 5614

E-mail : artson@artson.net • Website : www.artson.net

Mr. Deepak Tibrewal
Company Secretary
Artson Engineering Limited
C/o. Tata Projects Limited,
Mithona Towers-1, 1-7-80 to 87,
Opposite Wesley Co-ed Junior College,
Prenderghast road near Paradise Circle,
Secunderabad- 500003

June 27, 2017

Kind Attn: Mr. Deepak Tibrewal, Company Secretary

Dear Sir,

Re: Rating Letter for Artson Engineering Limited

India Ratings and Research (Ind-Ra) has assigned the following ratings to Artson Engineering Limited's (Artson) bank facilities:

- INR110 million fund-based working capital limits: Assigned 'IND AA- (SO)' / Stable / INDA1+ (SO)
- INR50 million non-fund based limits: Assigned 'IND AA-' (SO) / Stable / INDA1+ (SO)
- INR150 million Term loan: Assigned IND AA- (SO) /Stable

The details of bank wise facilities are mentioned in the annexure.

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 or in a given jurisdiction.

The manner of India Ratings's 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 the jurisdiction in which the rated security is offered and sold and/or the issuer is located, 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.

Users of India Ratings's ratings should understand that neither an enhanced factual investigation nor any third-party verification can ensure that all of the information India Ratings relies on in connection with a rating will be accurate and complete. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings and to the market in offering documents and other reports. In issuing its ratings India Ratings must rely on the work of experts, including independent auditors with respect to financial statements and attorneys with respect to legal and tax matters. Further, ratings are inherently forward-looking and embody assumptions and predictions about future events that by their nature cannot be verified as facts. As a result, despite any verification of current facts, ratings can be affected by future events or conditions that were not anticipated at the time a rating was issued or affirmed.

India Ratings seeks to continuously improve its ratings criteria and methodologies, and periodically updates the descriptions on its website of its criteria and methodologies for securities of a given type. The criteria and methodology used to determine a rating action are those in effect at the time the rating action is taken, which for public ratings is the date of the related rating action commentary. Each rating action commentary provides information about the criteria and methodology used to arrive at the stated rating, which may differ from the general criteria and methodology for the applicable security type posted on the website at a given time. For this reason, you should always consult the applicable rating action commentary for the most accurate information on the basis of any given public rating.

Ratings are based on established criteria and methodologies that India Ratings is continuously evaluating and updating. Therefore, ratings are the collective work product of India Ratings and no individual, or group of individuals, is solely responsible for a rating. All India Ratings reports have shared authorship. Individuals identified in a India Ratings report were involved in, but are not solely responsible for, the opinions stated therein. The individuals are named for contact purposes only.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment 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's 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.

Nothing in this letter is intended to or should be construed as creating a fiduciary relationship between India Ratings and you or between India Ratings and any user of the ratings.

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 [022 4000 1700].

Sincerely,

India Ratings



Devendra Kumar Pant
Senior Director



Sunil Kumar Sinha
Director

Annexure 1: Bank Facilities Rated

Sl.No.	Name of the Bank	Rating	Limits Rated (INR million)
	Fund based working capital facility		
	Indus-Ind Bank	“IND AA-(SO)” / Stable/ INDA1+ (SO)	100.0
	Corporation Bank	“IND AA-(SO)” / Stable/ INDA1+ (SO)	10.0
	Non Fund based facilities		
	Corporation Bank	“IND AA-(SO)” / Stable/ INDA1+ (SO)	50.0
	Term Loan from Indus –Ind Bank	“IND AA-(SO)” / Stable	150.0
	Total		310.0

Source – Artson

Artson

India Ratings Withdraws Artson Engineering's Bank Loans' 'IND BBB-'/ 'IND A3' Ratings; Assigns 'IND AA-(SO)'/ 'IND A1+(SO)'

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By [Niraj Rath](#)

India Ratings and Research (Ind-Ra) has taken the following rating actions on Artson Engineering Limited (Artson):

JUN 2017

Instrument Type	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (million)	Rating/Outlook	Rating Action
Fund-based working capital limits	-	-	-	INR110	WD	Withdrawn
Non-fund-based limits	-	-	-	INR50	WD	Withdrawn
Term loan	-	-	-	INR150	WD	Withdrawn
Fund-based working capital limits	-	-	-	INR110	IND AA-(SO)/Stable/IND A1+(SO)	Assigned
Non-fund-based limits	-	-	-	INR50	IND AA-(SO) /Stable/ IND A1+(SO)	Assigned
Term loan	-	-	27 September 2019	INR150	IND AA-(SO)/Stable	Assigned

KEY RATING DRIVERS

The rating withdrawal and simultaneous assignment follow the de-designation of Artson as a sick company, as the company has not referred to the National Company Law Tribunal (NCLT) even after 180 days of commencement of the bankruptcy code.

SICA was repealed in December 2016 and 180 days were given to the companies who were already implementing the rehabilitation package sanctioned by the Board of Industrial and Financial Reconstruction (BIFR) or whose proceedings were pending with BIFR to make an application to the NCLT under the new Insolvency Code for protection. This 180-day period has now lapsed and Artson has not made any reference to the NCLT. It is now operating under the regular framework. This has resulted in the corporate guarantee provided by Artson's parent becoming enforceable.

The ratings now reflect the unconditional and irrevocable corporate guarantee for bank loans extended by Artson's parent, Tata Projects Limited ('[IND AA-/Stable](#)').

RATING SENSITIVITIES

The ratings would move in tandem with the parent's ratings.

COMPANY PROFILE

Listed on the Bombay Stock Exchange since 1992, Artson is a design, engineering, procurement and construction company in oil, gas and hydrocarbon processing industry, and specialised in tankages, piping and other mechanical packages. The company is also engaged in structural fabrication works and has two manufacturing facilities, one each in Nashik and Nagpur.

RATING HISTORY

Instrument Type	Current Rating/Outlook			Historical Rating/Outlook		
	Rating Type	Rated Limits (million)	Rating	30 December 2016	5 October 2015	29 January 2015
Issuer rating	Long-term	-	WD	IND BBB-/Stable	IND BBB-/Stable	IND BBB-/Stable

Fund-based working capital limits	Long-term/Short-term	INR110	WD	IND BBB-/Stable/IND A3	IND BBB-/Stable/IND A3	IND BBB-/Stable/IND A3
Non-fund-based limits	Short-term	INR50	WD	IND A3	-	-
Term loan	Long-term	INR150	WD	IND BBB-/Stable	-	-
Fund-based facilities	Long-term/Short-term	INR110	IND AA-(SO)/Stable/IND A1+(SO)	-	-	-
Non-fund-based facilities	Long-term/Short-term	INR50	IND AA-(SO) /Stable/ IND A1+(SO)	-	-	-
Term loan	Long-term	INR150	IND AA-(SO)/Stable	-	-	-

COMPLEXITY LEVEL OF INSTRUMENTS

For details on the complexity level of the instruments, please visit <https://www.indiaratings.co.in/complexity-indicators>.

SOLICITATION DISCLOSURES

Additional information is available at www.indiaratings.co.in. The ratings above were solicited by, or on behalf of, the issuer, and therefore, India Ratings has been compensated for the provision of the ratings.

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ABOUT INDIA RATINGS AND RESEARCH

India Ratings and Research (Ind-Ra) is India's most respected credit rating agency committed to providing India's credit markets accurate, timely and prospective credit opinions. Built on a foundation of independent thinking, rigorous analytics, and an open and balanced approach towards credit research, Ind-Ra has grown rapidly during the past decade, gaining significant market presence in India's fixed income market.

Ind-Ra currently maintains coverage of corporate issuers, financial institutions (including banks and insurance companies), finance and leasing companies, managed funds, urban local bodies, structured finance and project finance companies.

Headquartered in Mumbai, Ind-Ra has six branch offices located in Ahmedabad, Bengaluru, Chennai, Delhi, Hyderabad and Kolkata. Ind-Ra is recognised by the Securities and Exchange Board of India, the Reserve Bank of India and National Housing Bank.

India Ratings is a 100% owned subsidiary of the Fitch Group.

For more information, visit www.indiaratings.co.in.

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Applicable Criteria

[Corporate Rating Methodology](#)

Analyst Names

Primary Analyst

Niraj Rathi

Associate Director

India Ratings and Research Pvt Ltd 6-3-339, Ozone Complex, 1st Floor Punjagutta Main Road Hyderabad 500082
+91 40 40258622

Secondary Analyst

Soumya Awasthi

Analyst
+91 40 40100019

Committee Chairperson

Abhishek Bhattacharya

Director and Co Head Financial Institutions
+91 22 40001786

Media Relation

Mihir Mukherjee

Manager Corporate Communications and Investor Relations
+91 22 40356121
