

Ref: CS/SEs/Credit Rating/BEML

15.03.2023

National Stock Exchange of India Ltd Listing Compliance Department Exchange Plaza, Bandra - Kurla Complex, Bandra (East), Mumbai - 400 051	The BSE Limited Listing Compliance Department P.J. Towers, 26th Floor, Dalal Street, Mumbai -400 001
---	---

Dear Sir / Madam,

Sub: Intimation regarding withdrawal of Credit Ratings by Brickwork Ratings India Pvt Ltd.

Ref: Regn.30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We wish to inform that based on the request of Company, Brickwork Ratings India Pvt Ltd. has withdrawn its rating assigned to Commercial Paper (CP) and the ratings for Rs. 5500 crores of bank loan facilities of BEML Limited, w.e.f. 14.03.2023.

Copy of the letter withdrawing the ratings along with details of credit rating is enclosed herewith for kind information.

Thanking you.

Yours faithfully
For BEML Limited

Jai Gopal Mahajan
Digitally signed by
Jai Gopal Mahajan
Date: 2023.03.15
15:53:13 +05'30'

Jai Gopal Mahajan
Company Secretary & Compliance officer

ಪ್ರಧಾನಕಛೇರಿCorporate Office:

'ಬೆಮಲ್ ಸೌಧ', ೨೩/೧, ೪ನೇ ಮುಖ್ಯರಸ್ತೆ, ಸಂಪಂಗಿರಾಮನಗರ, ಬೆಂಗಳೂರು - ೫೬೦೦೨೭. ದೂರವಾಣಿ ಸಂಖ್ಯೆ : +೯೧೮೦೨೨೯೬೩೧೪೨

ಫ್ಯಾಕ್ಸ್ ಸಂಖ್ಯೆ : +೯೧೮೦೨೨೯೬೩೧೪

BEML Soudha, 23/1, 4th. Main, S R Nagar, Bangalore – 560027, Tel. +91 80 22963142/211, Fax. +91 80 22963142

e-mail:cs@beml.co.in @cmdbeml @BEMLHQ

CIN:L35202KA1964GOI001530, GST NO. 29AAACB8433D1ZU

www.bemlindia.in



Brickwork Ratings India Pvt. Ltd.
3rd Floor, Raj Alkaa Park, Kalena Agrahara,
Bannerghatta Road, Bengaluru - 560 076
P: +91 80 4040 9940 | F: +91 80 4040 9941

BWR/BLR/HO/CRC/SAK/8795/2022-23

14Mar2023

Mr. K.Sasi Kumar

General Manager (Finance)

BEML Ltd.

BEML Soudha, 23/1, 4th Main, S R Nagar,

Bangalore-560027, Karnataka

Dear Sir,

Sub: Withdrawal of rating assigned to the Bank Loan Facility of **BEML Ltd.** aggregating Rs. **5500.00** Crs. (Rupees Five Thousand Five Hundred Crores Only).

Ref: 1. Your request letter for withdrawal of bank loan ratings dated 23rd February 2023.

2. Rating Letter BWR/NCD/HO/CRC/SAK/0115/2022-23 dated 12th July 2022

Based on your request for withdrawal of ratings, receipt of No Objection Certificate from the lenders along with a confirmation from the company and Issuing and Payment Agent (IPA) on Nil outstanding for the rated Commercial Papers (CPs) and in line with BWR's Rating Withdrawal Policy and the extant regulatory guidelines, the ratings for Rs.5500 crores (Rupees Five Thousand Five Hundred Crores Only) of bank loan facilities of the company are reaffirmed and simultaneously withdrawn as under:

Facilities	Amount (Rs.Crs.)		Tenure	Rating#	
	Previous	Present		Previous (12 Jul 2022)	Present
Fund Based	1500.00	1500.00	Long Term	BWR AA/Stable Reaffirmation	BWR AA /Stable Reaffirmation/Withdrawal
	(400.00)^	(400.00)^	Short Term	BWR A1+ Reaffirmation	BWR A1 + Reaffirmation/Withdrawal
Non Fund Based	4000.00	4000.00	Short Term	BWR A1+ Reaffirmation	BWR A1 + Reaffirmation/Withdrawal
Grand Total	5500.00	5500.00	(Rupees Five Thousand Five Hundred Crores only)		

Please refer to BWR website www.brickworkratings.com/ for the definition of the ratings.

^ CPs (Sublimit to Cash Credit facility)

A copy of the press release issued by Brickwork Ratings in this regard is enclosed and also available at <https://www.brickworkratings.com/PressRelease.aspx>.

We are endorsing a copy of this letter to the bankers for their information.

Assuring the Best from Brickwork Ratings.

Best Regards,



Brickwork Ratings India Pvt. Ltd.

3rd Floor, Raj Alkaa Park, Kalena Agrahara,
Bannerghatta Road, Bengaluru - 560 076

P: +91 80 4040 9940 | F: +91 80 4040 9941

Saakshi Kanwar
Associate Director - Ratings

DISCLAIMER

Brickwork Ratings India Pvt. Ltd. (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by the Reserve Bank of India [RBI], offers credit ratings of Bank Loan facilities, Non- convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitization Products, Municipal Bonds, etc. [hereafter referred to as "Instruments"].BWR also rates NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations.

BWR wishes to inform all persons who may come across Rating Rationales and Rating Reports provided by BWR that the ratings assigned by BWR are based on information obtained from the issuer of the instrument and other reliable sources, which in BWR's best judgment are considered reliable. The Rating Rationale / Rating Report & other rating communications are intended for the jurisdiction of India only. The reports should not be the sole or primary basis for any investment decision within the meaning of any law or regulation (including the laws and regulations applicable in Europe and also the USA).

BWR also wishes to inform that access or use of the said documents does not create a client relationship between the user and BWR.

The ratings assigned by BWR are only an expression of BWR's opinion on the entity / instrument and should not in any manner be construed as being a recommendation to either, purchase, hold or sell the instrument.

BWR also wishes to abundantly clarify that these ratings are not to be considered as an investment advice in any jurisdiction nor are they to be used as a basis for or as an alternative to independent financial advice and judgment obtained from the user's financial advisors. BWR shall not be liable to any losses incurred by the users of these Rating Rationales, Rating Reports or its contents. BWR reserves the right to vary, modify, suspend or withdraw the ratings at any time without assigning reasons for the same.

BWR's ratings reflect BWR's opinion on the day the ratings are published and are not reflective of factual circumstances that may have arisen on a later date. BWR is not obliged to update its opinion based on any public notification, in any form or format although BWR may disseminate its opinion and analysis when deemed fit.

Neither BWR nor its affiliates, third party providers, as well as the directors, officers, shareholders, employees or agents (collectively, "BWR Party") guarantee the accuracy, completeness or adequacy of the Ratings, and no BWR Party shall have any liability for any errors, omissions, or interruptions therein, regardless of the cause, or for the results obtained from the use of any part of the Rating Rationales or Rating Reports. Each BWR Party disclaims all express or implied warranties, including, but not limited to, any warranties of merchantability, suitability or fitness for a particular purpose or use. In no event shall any BWR Party be liable to any one for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of any part of the Rating Rationales and/or Rating Reports even if advised of the possibility of such damages. However, BWR or its associates may have other commercial transactions with the company/entity. BWR and its affiliates do not act as a fiduciary.

BWR keeps certain activities of its business units separate from each other in order to preserve the independence and objectivity of the respective activity. As a result, certain business units of BWR may have information that is not available to other BWR business units. BWR has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process.

BWR clarifies that it may have been paid a fee by the issuers or underwriters of the instruments, facilities, securities etc., or from obligors. BWR's public ratings and analysis are made available on its web site, www.brickworkratings.com. More detailed information may be provided for a fee. BWR's rating criteria are also generally made available without charge on BWR's website.

This disclaimer forms an integral part of the Ratings Rationales / Rating Reports or other press releases, advisories, communications issued by BWR and circulation of the ratings without this disclaimer is prohibited.

BWR is bound by the Code of Conduct for Credit Rating Agencies issued by the Securities and Exchange Board of India and is governed by the applicable regulations issued by the Securities and Exchange Board of India as amended from time to time.

BEML Ltd.

Brickwork Ratings reaffirms and withdraws the ratings for the Bank Loan Facilities of Rs. 5500.00 Crs. of BEML Ltd.

Particulars

Facilities**	Amount (Rs.Crs.)		Tenure	Rating#	
	Previous	Present		Previous (12 Jul 2022)	Present
Fund Based	1500.00	1500.00	Long Term	BWR AA//Stable Reaffirmation	BWR AA /Stable Reaffirmation/Withdrawal
	(400.00)	(400.00)	Short Term	BWR A1+ Reaffirmation	BWR A1 + Reaffirmation/Withdrawal
Non Fund Based	4000.00	4000.00	Short Term	BWR A1+ Reaffirmation	BWR A1 + Reaffirmation/Withdrawal
Grand Total	5500.00	5500.00	(Rupees Five Thousand Five Hundred Crores Only)		

#Please refer to BWR website www.brickworkratings.com for definition of the ratings

**Details of Bank Loan facilities, consolidation or instruments are provided in Annexure

RATING ACTION / OUTLOOK

Brickwork Ratings (BWR) has reaffirmed and simultaneously withdrawn the bank loan and Commercial Paper (CP) facilities (Sub-limit of Cash Credit) amounting to Rs. 5500.00 Crs. based on the request of BEML Ltd for withdrawal of its ratings, No Objection Certificates (NOC) from the lenders along with a confirmation from the Issuing and Payment Agent (IPA) and the company on Nil outstanding for the rated CPs.

The rating reaffirmation continues to factor the company's position as a strategically important Public Sector Undertaking (PSU) (Government of India (GoI) stake ~54%) serving the mining, construction, defense, rail and metro segments, established track record, strong capital structure with low gearing and adequate debt protection metrics, low counterparty risks and a well-established pan-India marketing and service network.

Hence, in accordance with extant regulatory guidelines and BWR Rating Withdrawal Policy, ratings for the bank loan and CP facilities amounting to Rs. 5500.00 Crs. of BEML Ltd are reaffirmed and simultaneously withdrawn.

ABOUT THE ENTITY

BEML Limited was established in May 1964 and is a 'Miniratna-Category-1' PSU listed on the BSE and NSE. The company operates under three major business verticals, viz., Mining and Construction (M&C), Defence, and Rail and Metro (R&M). The three verticals are serviced by manufacturing units in Bangalore, Kolar Gold Fields (KGF), Mysore and Palakkad. The GoI holds 54.03% equity in the company. BEML serves India's core sectors such as defence, rail, power, mining and infrastructure. BEML's products are exported to more than 68 countries. Under the defence vertical, the key products are Tatra-based high-mobility trucks, vehicles for missile projects, bridge systems, aircraft towing tractors and weapon loading trolleys, along with other equipment; under the M&C vertical, a wide variety of heavy earth moving equipment such as bulldozers, loaders, excavators, pipe layers and under mining equipment; and under the R&M vertical, integral rail coaches, metro cars and broad gauge rail bus for the metro and Indian Railways.

Mr. Amit Banerjee is the Chairman and Managing Director.

On a standalone basis, the company achieved ~Rs. 2511 Crs. of revenue and Rs. 0.56 Crs. of PAT during 9MFY23 (unaudited). The company had achieved a revenue of Rs. 4337.49 Crs. and PAT of Rs. 134.59 Crs in FY22 (Audited).

NON-COOPERATION WITH PREVIOUS CREDIT RATING AGENCY

NA

RATING HISTORY FOR THE PREVIOUS THREE YEARS (including withdrawal and suspended)

Facilities		Current Rating ^Å (2023)		2023 (History)		2022		2021		2020	
Type	Tenure	Amount (Rs.Crs.)	Rating	Date	Rating	Date	Rating	Date	Rating	Date	Rating
Fund Based	LT	1500.00	BWR AA/Stable (Reaffirmation/Withdrawal)	NA	NA	12Jul2022	BWR AA/Stable (Reaffirmation)	01Dec2021	BWR AA/Stable (Assignment)	NA	NA
FB SubLimit	ST	(400.00)	BWR A1+ (Reaffirmation/Withdrawal)	NA	NA	12Jul2022	BWR A1+ (Reaffirmation)	01Dec2021	BWR A1+ (Assignment)	NA	NA
Non Fund Based	ST	4000.00	BWR A1+ (Reaffirmation/Withdrawal)	NA	NA	12Jul2022	BWR A1+ (Reaffirmation)	01Dec2021	BWR A1+ (Assignment)	NA	NA
Grand Total		5500.00	(Rupees Five Thousand Five Hundred Crores Only)								

The company's NCD ratings were withdrawn on 12 Jul 2022 on full redemption. Earlier, the NCD of Rs.100 crs was rated as BWR AA/ Stable vide press release dated 01 Dec 2021 and 15 Jul 2021. The NCD of Rs.200 crs was rated BWR AA/ Negative vide press release dated 15 Jul 2020. BWR had initially rated proposed NCDs of Rs. 300.00 Crs on 19 Mar 2012 at BWR AA+/Stable. Subsequently, the rating was revised to BWR AA/Negative for NCDs of Rs. 300.00 Crs on 17 Jan 2013. Later, the rating was revised to BWR AA/Stable for NCDs of Rs. 300.00 Crs on 10 July 2014 and the ratings were reaffirmed for Rs.300 crs on 21 July 2015, 03 Aug 2016, 10 Aug 2017, 30 Jul 2018 and 26 Jul 2019.

COMPLEXITY LEVELS OF THE INSTRUMENTS - Simple

BWR complexity levels are meant for educating investors. The BWR complexity levels are available at [www.brickworkratings.com / download / ComplexityLevels.pdf](http://www.brickworkratings.com/download/ComplexityLevels.pdf). Investors queries can be sent to info@brickworkratings.com.

Hyperlink/Reference to applicable Criteria

- [General Criteria](#)
- [Approach to Financial Ratios](#)
- [Manufacturing Companies](#)
- [BWR Withdrawal Policy](#)
- [Short Term Debt](#)

Analytical Contacts

Adithya Kureti

Rating Analyst

adithya.k@brickworkratings.com

Saakshi Kanwar

Associate Director - Ratings

saakshi.k@brickworkratings.com

1-860-425-2742 | media@brickworkratings.com

BEML Ltd.

ANNEXURE-I

Details of Bank Facilities rated by BWR

SL.No.	Name of the Bank/Lender	Type Of Facilities	Long Term(Rs.Crs.)	Short Term(Rs.Crs.)	Total(Rs.Crs.)
1	Axis Bank Ltd.	Cash Credit-Sanctioned	20.00	–	20.00
2	Axis Bank Ltd.	Bank Guarantee-Sanctioned	–	230.00	230.00
3	Bank of Baroda	Bank Guarantee-Sanctioned	–	115.00	115.00
4	Bank of Baroda	Cash Credit-Sanctioned	10.00	–	10.00
5	Bank of Baroda	Letter of Credit-Sanctioned	–	75.00	75.00
6	Bank of India	Letter of Credit-Sanctioned	–	50.00	50.00
7	Bank of India	Cash Credit-Sanctioned	40.00	–	40.00
8	Bank of India	Bank Guarantee-Sanctioned	–	280.00	280.00

SL.No.	Name of the Bank/Lender	Type Of Facilities	Long Term(Rs.Crs.)	Short Term(Rs.Crs.)	Total(Rs.Crs.)
9	Canara Bank	Bank Guarantee-Sanctioned	–	200.00	200.00
10	Canara Bank	Cash Credit-Sanctioned	40.00	–	40.00
11	Canara Bank	Letter of Credit-Sanctioned	–	160.00	160.00
12	Deutsche Bank	Cash Credit-Sanctioned	50.00	–	50.00
13	HDFC Bank	Cash Credit-Sanctioned	225.00	–	225.00
14	HDFC Bank	Letter of Credit-Sanctioned	–	25.00	25.00
15	IDBI Bank	Letter of Credit-Sanctioned	–	25.00	25.00
16	IDBI Bank	Bank Guarantee-Sanctioned	–	215.00	215.00
17	IDBI Bank	Cash Credit-Sanctioned	95.00	–	95.00
18	Indian Bank	Bank Guarantee-Sanctioned	–	20.00	20.00
19	Indian Bank	Cash Credit-Sanctioned	20.00	–	20.00
20	Others	Cash Credit-Proposed	150.00	–	150.00
21	Others	Bank Guarantee-Proposed	–	500.00	500.00
22	Others	Letter of Credit-Proposed	–	200.00	200.00
23	State Bank Of India (SBI)	Letter of Credit-Sanctioned	–	465.00	465.00
24	State Bank Of India (SBI)	Bank Guarantee-Sanctioned	–	1400.00	1400.00
25	State Bank Of India (SBI)	Cash Credit-Sanctioned	750.00	–	750.00
		Sub-Limit (Commercial Paper) -Sanctioned		(400.00)	
26	Union Bank of India	Cash Credit-Sanctioned	100.00	–	100.00
27	Union Bank of India	Bank Guarantee-Sanctioned	–	40.00	40.00
Total			1500.00	4000.00	5500.00
TOTAL (Rupees Five Thousand Five Hundred Crores Only)					

Print and Digital Media

The Rating Rationale is sent to you for the sole purpose of dissemination through your print, digital or electronic media. While it may be used by you acknowledging credit to BWR, please do not change the wordings in the rationale to avoid conveying a meaning different from what was intended by BWR. BWR alone has the sole right of sharing (both direct and indirect) its rationales for consideration or otherwise through any print or electronic or digital media.

About Brickwork Ratings

Brickwork Ratings (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by Reserve Bank of India [RBI], offers credit ratings of Bank Loan, Non- convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitization Products, Municipal Bonds, etc. BWR has rated over 12,000 medium and large corporates and financial institutions'™ instruments. BWR has also rated NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations. BWR has Canara Bank, a leading public sector bank, as one of the promoters and strategic partner. BWR has its corporate office in Bengaluru and a country-wide presence with its offices in Ahmedabad, Chandigarh, Chennai, Hyderabad, Kolkata, Mumbai and New Delhi along with representatives in 150+ locations.

Disclaimer

Brickwork Ratings India Pvt. Ltd. (BWR), a Securities and Exchange Board of India [SEBI] registered Credit Rating Agency and accredited by the Reserve Bank of India [RBI], offers credit ratings of Bank Loan facilities, Non- convertible / convertible / partially convertible debentures and other capital market instruments and bonds, Commercial Paper, perpetual bonds, asset-backed and mortgage-backed securities, partial guarantees and other structured / credit enhanced debt instruments, Security Receipts, Securitization Products, Municipal Bonds, etc. [hereafter referred to as "Instruments"]. BWR also rates NGOs, Educational Institutions, Hospitals, Real Estate Developers, Urban Local Bodies and Municipal Corporations.

BWR wishes to inform all persons who may come across Rating Rationales and Rating Reports provided by BWR that the ratings assigned by BWR are based on information obtained from the issuer of the instrument and other reliable sources, which in BWR's best judgment are considered reliable. The Rating Rationale / Rating Report & other rating communications are

intended for the jurisdiction of India only. The reports should not be the sole or primary basis for any investment decision within the meaning of any law or regulation (including the laws and regulations applicable in Europe and also the USA).

BWR also wishes to inform that access or use of the said documents does not create a client relationship between the user and BWR.

The ratings assigned by BWR are only an expression of BWR's opinion on the entity / instrument and should not in any manner be construed as being a recommendation to either, purchase, hold or sell the instrument.

BWR also wishes to abundantly clarify that these ratings are not to be considered as an investment advice in any jurisdiction nor are they to be used as a basis for or as an alternative to independent financial advice and judgment obtained from the user's financial advisors. BWR shall not be liable to any losses incurred by the users of these Rating Rationales, Rating Reports or its contents. BWR reserves the right to vary, modify, suspend or withdraw the ratings at any time without assigning reasons for the same.

BWR's ratings reflect BWR's opinion on the day the ratings are published and are not reflective of factual circumstances that may have arisen on a later date. BWR is not obliged to update its opinion based on any public notification, in any form or format although BWR may disseminate its opinion and analysis when deemed fit.

Neither BWR nor its affiliates, third party providers, as well as the directors, officers, shareholders, employees or agents (collectively, "**BWR Party**") guarantee the accuracy, completeness or adequacy of the Ratings, and no BWR Party shall have any liability for any errors, omissions, or interruptions therein, regardless of the cause, or for the results obtained from the use of any part of the Rating Rationales or Rating Reports. Each BWR Party disclaims all express or implied warranties, including, but not limited to, any warranties of merchantability, suitability or fitness for a particular purpose or use. In no event shall any BWR Party be liable to any one for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of any part of the Rating Rationales and/or Rating Reports even if advised of the possibility of such damages. However, BWR or its associates may have other commercial transactions with the company/entity. BWR and its affiliates do not act as a fiduciary.

BWR keeps certain activities of its business units separate from each other in order to preserve the independence and objectivity of the respective activity. As a result, certain business units of BWR may have information that is not available to other BWR business units. BWR has established policies and procedures to maintain the confidentiality of certain non-public information received in connection with each analytical process.

BWR clarifies that it may have been paid a fee by the issuers or underwriters of the instruments, facilities, securities etc., or from obligors. BWR's public ratings and analysis are made available on its web site, www.brickworkratings.com. More detailed information may be provided for a fee. BWR's rating criteria are also generally made available without charge on BWR's website.

This disclaimer forms an integral part of the Ratings Rationales / Rating Reports or other press releases, advisories, communications issued by BWR and circulation of the ratings without this disclaimer is prohibited.

BWR is bound by the Code of Conduct for Credit Rating Agencies issued by the Securities and Exchange Board of India and is governed by the applicable regulations issued by the Securities and Exchange Board of India as amended from time to time.