

Mr. Ashish V Shah

Managing Director

Aarvee Denims and Exports Ltd.

191, Shahwadi, Narol Sarkhej Highway Near Old Octroi Naka, Narol

Ahmedabad,382405

Gujarat

Dear Sir,

Sub: Mid Term Review of Ratings of Bank Loan Facilities of Aarvee Denims and Exports Ltd. aggregating Rs.311.97 Crs. (Rupees Three Hundred Eleven Crores and Ninety Seven lakhs Only).

Ref: BWR rating letter BWR/BLR/HO/SRC/VS/3826/2021-22 dated 30Aug2021

On Mid Term Review of Aarvee Denims and Exports Ltd. performance based on the information and clarifications provided by you, and as available in public sources, we are pleased to inform you that the ratings of Aarvee Denims and Exports Ltd. Bank Loan Facilities amounting to Rs.311.97Crs., have been reaffirmed as follows:

Facilities**	Amount (Rs.Crs.)		Tenure	Rating#	
	Previous	Present		Previous(25 Aug 2021)	Present
Fund Based					
Cash Credit -Sanctioned	253.50	210.26	Long Term	BWR B+/Stable Reaffirmation	BWR B + /Stable Reaffirmation
Corporate Loan -Sanctioned	30.00	00.00			
Term Loan -Sanctioned	11.62	28.27			
Emergency Credit Line Guarantee Scheme (ECLGS) -Sanctioned	14.16	54.15			
Sub Total	309.28	292.68			
Non-Fund Based					
Bank Guarantee -Sanctioned	42.72	19.29	Short Term	BWR A4 Reaffirmation	BWR A4 Reaffirmation
Sub Total	42.72	19.29			
Grand Total	352.00	311.97	(Rupees Three Hundred Eleven Crores and Ninety Seven lakhs Only)		

#Please refer to BWR website www.brickworkratings.com (<https://www.brickworkratings.com>) for definition of the ratings assigned

**Bank Loan facility details are furnished in Annexure-I

The Ratings are valid for twelve months from the date of this letter subject to terms and conditions that were agreed in your mandate dated **26 Aug 2021** and other correspondence, if any, and Brickwork Ratings' standard disclaimer pronounced at the end of this letter.

The rated Bank Loan facilities would be under surveillance / review during the said period. You are required to submit information periodically as per Annexure - II for the purpose of surveillance / review. You are also required to keep us informed of any information / development that may affect your entity's finances / performance without any delay. **You are also requested to submit No Default Statement on monthly basis.**

Best Regards,



Vidya Shankar
Principal Director - Ratings

Note: Rating Rationale of all accepted Ratings are published on Brickwork Ratings website. All non-accepted ratings are also published on Brickwork Ratings website. Interested persons are well advised to refer to our website www.brickworkratings.com (<https://www.brickworkratings.com>), If they are unable to view the rationale, they are requested to inform us on brickworkhelp@brickworkratings.com (<mailto:brickworkhelp@brickworkratings.com>).

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.

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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.

Aarvee Denims and Exports Ltd.

Annexure-I

Details of Bank Loan Facilities Rated by BWR

Name of the Bank	Facilities	Tenure	Amount (Rs.Crs.)
Bank of Baroda	Cash Credit-Sanctioned	Long Term	65.28
	Bank Guarantee-Sanctioned	Short Term	8.00
	Corporate Loan-Sanctioned	Long Term	
	Emergency Credit Line Guarantee Scheme (ECLGS)-Sanctioned	Long Term	16.45
Bank of India	Emergency Credit Line Guarantee Scheme (ECLGS)-Sanctioned	Long Term	5.17
	Cash Credit-Sanctioned	Long Term	21.50
	Bank Guarantee-Sanctioned	Short Term	3.50
Standard Chartered Bank	Cash Credit-Sanctioned	Long Term	50.12
	Term Loan-Sanctioned	Long Term	23.65
	Bank Guarantee-Sanctioned	Short Term	

Name of the Bank	Facilities	Tenure	Amount (Rs.Crs.)
	Emergency Credit Line Guarantee Scheme (ECLGS)-Sanctioned	Long Term	12.75
State Bank Of India (SBI)	Emergency Credit Line Guarantee Scheme (ECLGS)-Sanctioned	Long Term	13.98
	Cash Credit-Sanctioned	Long Term	54.40
	Bank Guarantee-Sanctioned	Short Term	2.19
TATA Capital Financial Services Limited	Term Loan-Sanctioned	Long Term	1.41
	Emergency Credit Line Guarantee Scheme (ECLGS)-Sanctioned	Long Term	0.64
Yes Bank	Emergency Credit Line Guarantee Scheme (ECLGS)-Sanctioned	Long Term	5.16
	Bank Guarantee-Sanctioned	Short Term	5.60
	Term Loan-Sanctioned	Long Term	3.21
	Cash Credit-Sanctioned	Long Term	18.96
TOTAL (Rupees Three Hundred Eleven Crores and Ninety Seven lakhs Only)			311.97

Aarvee Denims and Exports Ltd.

Annexure-II

The following documents/ information should be submitted to BWR:

1. Confirmation from the Company that all the terms and conditions stipulated in the Bank's Term loan sanction letter has been fully complied with.
2. Certified copy of periodical book debts/bills receivables statements submitted to the bank.
3. Confirmation about payment of installment and interest as and when paid.
4. Schedule of Term Loan installments and Interest due and payment made so far.
5. Certified copy of Quarterly Information Statements (QIS) and Half Yearly Information Statements (HYIS) submitted to the bank.
6. Certified copy of Banks' Statements of Accounts on a quarterly basis.
7. Quarterly / Half yearly financial statements (unaudited or with limited review) and Annual financial statements (provisional as well as audited).
8. Information on delays/default in servicing bank loans, letters of credit, letters of guarantee, NCDs, bonds and other borrowings, if any, by the Company as at the end of each month by 1st of succeeding month.
9. Information on delays / defaults in servicing of debt obligations of any subsidiary / other group companies, if any, as at the end of each month by 1st of succeeding month.
10. Any other statement / information sought by BWR from time to time.
11. All the aforesaid information shall be mailed to dat@brickworkratings.com (<mailto:dat@brickworkratings.com>)