



ICRA

ICRA Limited

Confidential

Ref.No.ICRA/HYD/AMSL-304/2018-19/3004

April 30, 2018

**Mr. Sudarshan Chiluveru**  
**Chief Financial Officer**  
**Apollo Micro Systems Limited**  
128/A, Road No. 12, IDA-Mallapur  
Uppal Mandal, R.R. District – 500076

Dear Sir,

**Re: ICRA Credit Rating for Rs.142.00 crore bank limits of Apollo Micro Systems Limited (instrument details in Annexure)**

Please refer to your Rating Agreement dated February 7, 2018 and March 28, 2018 requesting ICRA Limited ("ICRA") to carry out the rating of Rs.142.00 crore Line of Credit (LOC) of your company. The Rating Committee of ICRA, after due consideration, has assigned the long-term rating of "[ICRA]BBB" (pronounced ICRA triple B) and the short-term rating of "[ICRA]A3+" (pronounced ICRA A three plus) to the captioned LOC. The outlook on the long term rating is 'Stable'. The aforesaid ratings will be due for surveillance anytime before **April 30, 2019**.

The ratings are specific to the terms and conditions of the LOC as indicated to us by you, and any change in the terms or size of the same would require a review of the ratings by us. In case there is any change in the terms and conditions or the size of the rated LOC, the same must be brought to our notice before the facility is used by you. In the event such changes occur after the ratings have been assigned by us and their use has been confirmed by you, the ratings would be subject to our review, following which there could be a change in the ratings previously assigned. Notwithstanding the foregoing, any change in the over-all limit of the LOC 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.

ICRA reserves the right to review and/or, revise the above rating at any time on the basis of new information or unavailability of information or such other circumstances, which ICRA believes, may have an impact on the rating assigned to you.

The rating, as aforesaid, however, should not be treated as a recommendation to buy, sell or hold the Debt instruments issued by you. The Rating assigned to the Bank facility of your company shall require revalidation if there is any change in the size or structure of the Rated Bank facility.

†For complete rating definition please refer to ICRA Website [www.icra.in](http://www.icra.in) or any of the ICRA Rating Publications



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You are requested to furnish a monthly 'No Default Statement (NDS)' (in the format enclosed) on the first working day of every month, confirming the timeliness of payment of all obligations against the rated debt programme [interest and principal obligations for fund based as well as obligations under LOC/BG for non-fund based facility]. This is in accordance with requirements prescribed in circular dated June 30, 2017 on 'Monitoring and Review of Ratings by Credit Rating Agencies(CRAs)' issued by the Securities and Exchange Board of India.

You are also requested to inform us forthwith of any default or delay in the payment of interest and/or principal against the rated debt programme, or any other debt instruments and/or borrowings of your company. Further, you are requested to keep us informed of any other developments that could have a direct or indirect impact on the debt servicing capability of your company, with such developments including, but not limited to, any proposal for re-schedulement or postponement of repayment against any dues and/or debts of your company with any lender(s) and/or investor(s).

We thank you for your kind co-operation extended during the course of the rating exercise. Please let us know if you need any clarification.

We look forward to further strengthening our existing relationship and assure you of our best services.

With regards,

Yours sincerely,  
for ICRA Limited

**[Rajeshwar Burla]**  
Asst. Vice President  
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**[Nithya Debbadi]**  
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