Deccan Cements Limited

June 9, 2026

Rating Action

Instrument	Amount (Rs. crore)	Ratings	Rating Action	Regulator^
Proposed NCD	25.00	IVR BBB-/Negative (ISSUER NOT COOPERAITNG*)	Rating Downgraded; and migrated to ISSUER NOT COOPERATING* category; Outlook revised to 'Negative' from 'Positive'	MCA
Total	**25.00 (Rupees Twenty-Five Crore Only)**			
^Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.				

**Issuer did not cooperate; based on best available information*

Refer Annexures for details of facilities/instruments, facility wise lender details, and detailed explanation of covenants.

Note: *None of the Directors on Infomerics Board are members of rating committee and thus do not participate in discussion or assignment of any ratings. The Board of Directors also does not discuss any ratings at its meetings.*

Rationale

Infomerics has downgraded and moved the rating on the proposed non-convertible debentures (NCD's) of Deccan Cements Limited (DCL) to the ISSUER NOT COOPERATING category because of lack of adequate information for rating review from the company and hence the uncertainty around its credit risk. Infomerics assesses whether the information available about the entity is commensurate with its rating and reviews the same as per its policy "Policy on Issuer not cooperating" available at www.infomerics.com. Outlook revised to negative from positive due to information availability risk.

The lenders, investors and other market participants are thus advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the company.

Non-Cooperation by Issuer

Infomerics has been regularly following up with the company to provide the required data to monitor its assigned rating to the proposed non-convertible debentures (NCD's), vide mail communications dated June 1, 2026; June 3, 2026; June 4, 2026 and June 5, 2026, and concurrently over several phone calls. Despite repeated attempts to engage with the DCL's management, Infomerics failed to receive the requisite information, which restricts Infomerics' ability to take a forward-looking view on the entity's credit quality. In line with the aforesaid

policy of Infomerics, a rating view has been taken on the entity based on the best available information.

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Key Financial Indicators and Rating sensitivities: **Click here.** Infomerics is unable to provide the latest information because of non-cooperation by the entity.

Outlook: Negative: Due to non-availability of information

Analytical Approach

Approach	Comments
Consolidation/ Standalone	Consolidated
Parent/ Group Support	Not Applicable

List of companies considered for consolidation/combined analysis is given at Annexure 4.

About the Company

Deccan Cements Limited is into manufacturing of cement. The cement capacity of the company was at 2.2 million tonnes per annum (MTPA). The company has a total power generating capacity of 30.775 MW. The Company had taken up the expansion of the current production capacity by setting up a separate line for additional production of 1.3 million tonnes p.a. of clinker and 1.80 million tonnes p.a. of cement & 8MW WHRS. The Line-3 Cement Plant was successfully commissioned, and Commercial Production had commenced from 15th December 2025 onwards. The Cement Production Capacity is now at 4.00 Million Tonnes per annum.

Applicable Criteria

Rating Methodology for Manufacturing Companies.

Financial Ratios & Interpretation (Non-Financial Sector)

Criteria for assigning Rating outlook

Policy on Default Recognition and Post Default Curing Period

Complexity Level of Rated Instruments/Facilities

Policy on Issuer not cooperating

Criteria for consolidation of companies

Status of non-cooperation with previous CRA: Nil

Any other information: None

Rating History for last three years

Sr. No.	Instruments/ Facilities	Current Ratings (Year 2026-27)			Rating History for the past 3 years		
		Type (Long Term/ Short Term)	Amount outstanding (Rs. Crore)	Rating	Date(s) & Rating(s) assigned in 2025-26	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in in 2023-24
					September 23, 2025	-	-
1.	Proposed NCD	LT	25.00	IVR BBB-/ Negative (ISSUER NOT COOPERATING*)	IVR BBB+/Positive	-	-

**Issuer did not cooperate; based on best available information*

Annexure 1: Instrument/Facility Details

Name of Facility/ /Security	ISIN	Date of Issuance	Coupon Rate/ IRR (Indicative)	Maturity Date (Indicative)	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook	Listing Status	Regulator^	Complexity Indicator
Proposed NCD	-	-	(11.00 — 11.50) % per annum	Upto 3 years from the Deemed Date of Allotment	25.00	IVR BBB-/Negative; ISSUER NOT COOPERATING*	Proposed to be unlisted	MCA	Simple

^Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

**Issuer did not cooperate; based on best available information*

Annexure 2: Facility wise lender details: Not Applicable

Annexure 3: Detailed explanation of covenants of the rated Security/facilities:

ISIN	Proposed
Issuer/Company	Deccan Cements Limited ("DCL")
Investor	Commercial Banks Companies and bodies corporate including public sector undertakings Financial Institutions Mutual Funds Insurance Companies Non-Banking finance companies (NBFC) Portfolio Managers registered with SEBI Trusts, Provident/Pension Funds Association of persons Foreign portfolio investors as permitted under the Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2014 Any other eligible market participant
Type & Nature of instrument	Rated, Senior, Secured, Unlisted, Redeemable Non-Convertible Debentures ("NCDs")
Seniority	Senior
Mode Of Issue	Private placement

Legal Counsel	[TBD]
Sole Arranger	Shriram Overseas Investments Limited (SOIL)
Trustee	[TBD]
Rating of the instrument	Proposed to be rated
Issue Size (RS)	Upto 50 crores (In one or installments of 25 crores)
Objects Of the Issue	The Issue proceeds will be utilized for ongoing business operations of the Company.
Coupon Rate	(11.00 — 11.50)% per annum
Coupon Type	Fixed Rate
Coupon payment frequency Day Count Basis	As mutually decided between Issuer & Investor
Tenor	Upto 3 years from the Deemed Date of Allotment
Redemption Date	Bullet redemption at the end of Tenor
Redemption Amount	At par
Face Value	Rs. 1,00,000 per NCD
Security	The Debentures together with interest, additional interest, liquidated damages, premia on pre-payment, cost and charges, expenses and all other monies and all other amounts stipulated and payable shall be secured inter-alio by: First ranking pari-passu charge on entire Fixed Assets of the Company. The Fixed Assets shall at all times be equal to the 1.25x of the outstanding principal amount of the Debentures
Rating Downgrade	0.25% Step-up in Coupon for each Rating downgrade from BBB (Stable Outlook) by CRISIL or any other Credit Rating Agency. Compulsory early Redemption of Outstanding NCD's in case of rating Downgrade below 'BBB-' Rating by any Credit Rating Agency
Financial Covenants	[TBD]
Information Covenants	As customary for issues of this nature and may be agreed mutually between the Issuer, Arranger and the Debenture Trustee, and to include without limitation the following: 1. The Issuer shall furnish to the debenture holders every year a copy of audited standalone and consolidated annual accounts of the Issuer and Sponsor immediately on finalization of the same; 2. Issuer shall inform of the happening of any event that has a material adverse effect on the operations, sales and profits of the Issuer together with the remedial steps proposed to be taken by the Issuer.

Annexure 4: List of companies considered for Consolidated analysis:

Name of the entity	Extent of Consolidation	Rationale for consolidation
Deccan Cements Limited	Full*	Parent Company
Deccan Swarna Cement Private Limited (DSCPL)	Full*	Infomerics has considered the consolidated financial profiles of Deccan Cements Limited (DCL) and Deccan Swarna Cement Private Limited (DSCPL), together considered as Deccan Group, to

		arrive at the rating. The consolidation is on account of common management i.e., DCL holding 100% equity shares amounting to Rs. 0.01 crore in DSCPL as on 31st March 2025.

***Intercompany transaction, if any has been adjusted.**

Annexure 5: List of activities / instruments and names of regulators

Sr. No.	Instrument / activity Name	Regulator of the instrument
1	Listed/Proposed to be listed Bonds/Debentures/Preference Shares	SEBI
2	Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference Shares	MCA
3	Listed PTCs / Securitisation Notes (originated by entities regulated by RBI) *	SEBI
4	Listed PTCs / Securitisation Notes (originated by entities not regulated by RBI) *	SEBI
5	Unlisted PTCs / Securitisation Notes (originated by entities regulated by RBI) *	RBI
6	Listed Commercial Paper and NCDs with original maturity less than 1 year	RBI
7	Unlisted Commercial Paper and NCDs with original maturity less than 1 year	RBI
8	Loan Facilities (Fund/Non-Fund Based) from Bank / NBFCs/ NHB/ FIs ^	RBI
9	External Commercial Borrowings/Loans from overseas lenders/Loans from Multilaterals	RBI
10	Certificates of Deposit	RBI
11	Fixed Deposits raised by NBFCs, Banks, HFCs, FIs	RBI
12	Fixed Deposits raised by corporates other than NBFCs, Banks, HFCs, FIs	MCA
13	Inter Corporate Deposits/Loans extended by Corporates	MCA
14	Borrowing programme ~	Refer foot note
15	Issuer Ratings #	Refer foot note
16	Credit Ratings for Capital Protection Oriented Schemes (by Mutual Funds and AIFs)	SEBI
17	Credit quality ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18	Listed Security Receipts	SEBI
19	Unlisted Security Receipts	RBI
20	Independent Credit Evaluation (ICE)	RBI
21	Expected Loss Ratings (For Loan Facilities [Fund/Non-Fund based] from Banks/NBFCs/NHB/FIs)	RBI
22	Expected Loss Ratings (Listed / Proposed to be listed Bonds / Debentures / Preference Shares (all securities))	SEBI
23	Expected Loss Ratings (Unlisted / Proposed to be unlisted Bonds/ Debentures / Preference Shares (all securities))	MCA
24	Unlisted PTCs / Securitisation Notes (originated by entities not regulated by RBI) @	Investor-side Regulator such as IRDAI, PFRDA

Footnotes:

** Includes securitisation transactions involving assignee payout, acquirer's payout.*

~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), etc. The regulator of the instrument may accordingly be SEBI, RBI or MCA and can only be determined upon issuance. In Press Release(s) subsequent to issuance(s), Infomerics Valuation and Rating Limited shall separately capture the rated quantum details along with names of respective regulators.

 # There is no instrument being rated and hence, Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in SEBI Master Circular for CRAs.

^ Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.

@ These ratings were assigned during regulatory regime prior to the introduction of SEBI CRA Circular dated Feb 10, 2026 and accordingly, investor side regulators have been included.

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