

Credit Update on Vindhya Telelinks Limited, Birla Cable Limited and Universal Cables Limited

September 29, 2020

Material Event Update

On September 18, 2020, a single judge bench of the Calcutta High Court had passed an order restraining Mr. Harsh Vardhan Lodha from holding any position within M.P. Birla Group of companies. Mr. H.V. Lodha held position as Non-Executive Director & Chairperson on the board of MP Birla Group companies including Vindhya Telelinks Limited, Birla Cable Limited & Universal Cables Limited. Subsequently, an appeal against the said order has been filed by Mr. Lodha before the division bench of Calcutta High Court and the same has been admitted for hearing by the bench.

CARE believes that the order would neither have an impact on the operations of these companies nor affect their credit risk profiles. As per the management, all the three entities are operated and managed by a team of professionals and hence any effect on the operations of the company due to such order is very unlikely. However, further developments in this matter will require to be monitored closely with ongoing discussions with the management.

Please refer the following link for the previous Press Releases published on January 06, 2020 and March 23, 2020.

<https://www.careratings.com/upload/CompanyFiles/PR/Vindhya%20Telelinks%20Limited-01-06-2020.pdf>

<https://www.careratings.com/upload/CompanyFiles/PR/Birla%20Cable%20Limited-01-06-2020.pdf>

<https://www.careratings.com/upload/CompanyFiles/PR/Universal%20Cables%20Limited-03-23-2020.pdf>

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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