GRAVITA

GRAVITA INDIA LTD.

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CIN:- L29308RJ1992PLC006870

12th May 2026
GIL/2026-27/17

To,

The BSE Limited Phiroze Jeejeebhoy Towers Dalal Street Mumbai- 400 001 Fax No.: 022- 22721919 Scrip Code- 533282	The Listing Department The National Stock Exchange of India Ltd. Exchange Plaza, C-1, Block G, Bandra- Kurla Complex Bandra(E), Mumbai- 400 051 Fax No.: 022-2659 8120 Company Code- GRAVITA

Sub: Intimation of reaffirmation in Ratings under the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015

Dear Sir/Madam,

Pursuant to Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, In accordance with the said Regulation(s), please find below the details of reaffirmation of existing ratings of Company:

Name of Company	Credit Rating Agency	Instrument Type	Amount (Rs. Cr.)	Rating
Gravita India Limited	India Ratings and Research Pvt Ltd	Bank loan facilities	150.00	IND AA-/Stable/IND A1+ (Affirmed)

We are enclosing herewith copy of rating letter dated 12.05.2026 as received from India Ratings and Research Pvt Ltd.

This is for your information and record.

Yours Faithfully
For **Gravita India Limited**

Nitin Gupta
Digitally signed by Nitin Gupta
Date: 2026.05.12 20:48:22 +05'30'

Nitin Gupta
(Company Secretary)
FCS:9984

Encl.: As above

India Ratings & Research
A Fitch Group Company

India Ratings Affirms Gravita India's Bank Loan Facilities at 'IND AA-'/Stable/'IND A1+'

May 12, 2026 | Gravita India Limited | Diversified Metals

India Ratings and Research (Ind-Ra) has affirmed Gravita India Limited's (GIL) bank loan facilities rating as follows:

Details of Instruments

Instrument Type	Date of Issuance	Coupon Rate (%)	Maturity Date	Size of Issue (million)	Rating Assigned along with Watch/Outlook	Rating Action
Bank loan facilities	-	-	-	INR1,500	IND AA-/Stable/IND A1+	Affirmed

Analytical Approach

Ind-Ra has fully consolidated GIL's wholly owned subsidiaries while arriving at the ratings in view of the strong legal, operational and strategic linkages among them. GIL has provided tangible support to all of its subsidiaries in the form of up to 100% equity stake. All the subsidiaries are in the same line of business as GIL, and their management roles are supported by GIL.

Detailed Rationale of the Rating Action

The affirmation reflects Gravita's strong business profile marked by its global presence, established position in recycling industry, diversified geographical presence, integrated operations, extensive sourcing network and customer base. The ratings continue to derive comfort from GIL's strategically located manufacturing facilities, established procurement capabilities and prudent risk management policies, which support operational efficiencies and profitability. The ratings also factor in the company's healthy operating and financial performance in FY25 and FY26, on a consolidated basis, driven by volume growth and improved utilisation levels. Ind-Ra expects the operational profile to remain supported over the medium term with increasing utilisation level, favourable demand for recycled products and supportive regulatory framework, which will benefit organised recyclers and improve scrap availability.

The ratings also reflect GIL's continued diversification towards non-lead business across aluminium, rubber, plastics, copper and lithium segments. Ind-Ra and management believe GIL's entry in the copper segment through acquisition of Rashtriya Metal Industries Limited will further improve diversification and enhance value-added product contribution over the medium term. The ratings also benefit from Gravita's comfortable financial profile, supported by healthy internal accruals and liquidity position.

However, the ratings remain constrained by intense competition in the industry due to the presence of several organised and unorganised players in the domestic market, and susceptible to regulatory risk and geopolitical risk in the overseas business, which would remain a key monitorable. Moreover, the company is exposed to risks associated with the changes in government policies related to environmental norms. Despite these challenges, Ind-Ra expects Gravita to maintain a stable financial risk profile over the medium term.

List of Key Rating Drivers

Strengths
- Strong business profile
- Comfortable credit profile

- Healthy revenue and volume growth likely to continue in medium term
- Profitability likely to remain stable in medium term
- Regulated industry framework; favourable growth prospects

Weaknesses
- High customer and product concentration
- Inherent industry risk
- Forex and geopolitical risk

Detailed Description of Key Rating Drivers

Strong Business Profile: GIL is a conglomerate of 24 subsidiaries and step-down subsidiaries with various manufacturing units in multiple countries (including India). GIL has diversified supplier base and procurement networks, providing geographic diversification for sourcing, which is a key competitive advantage. The overseas subsidiaries primarily source raw material for the parent company due to the easy availability of scrap, resulting in assured scrap availability. GIL's African subsidiaries benefit from duty-free access to European Union for import of scrap. Furthermore, the company benefits in terms of diversified presence and locational advantage as its plants are favourably located in proximity to ports and/or its key customer – Amara Raja Batteries (ARBL), resulting in repeat orders and lower logistics cost. Apart from geographical diversification, GIL has diversified business verticals with over 4,00,000-tonne-per-annum capacities in lead, aluminium, plastic, rubber, copper and lithium.

The group follows a robust risk management policy and hedges risk arising from fluctuations in commodity prices through the London Metal Exchange. The back-to-back sales purchase model for lead and commodity hedging strategy through forward contract dampen the impact of volatility in commodity prices and foreign exchange rates. The results in stable operating margins for GIL providing an advantage over its peers.

Comfortable Credit Profile: Ind-Ra expects GIL's financial risk profile to remain healthy over the medium term, driven by an improvement in cash flow from operations and debt prepayments during FY25-FY26, along with an improvement in profitability. GIL incurred around INR5,000 million towards capex (apart from acquisition) over FY25-FY26 and plans to incur over INR15,000 million in the next three-to-four years to expand into existing and new product verticals. As per management, any major expansion through organic or inorganic route will be funded by internal accruals to maintain a low balance sheet leverage and increase capacities in India as well as overseas. Ind-Ra expects the consolidated net leverage (net debt/operating EBITDA) to remain comfortable below 1.0x over the medium term and in line with management's guided range. However, Ind-Ra will closely monitor any deterioration in the credit metrics, led by a moderation in the operational performance and/or any significant debt-funded capex or acquisition. The net leverage was around 0.35x in FY26, due a lower total debt, while the interest coverage (operating EBITDA/gross interest expenses + rents) was above 17.0x, highlighting GIL's ability to meet interest obligations. Ind-Ra expects the interest coverage to remain above 10.0x and the net leverage to remain below 1.0x over the medium term, supported by management's conservative capital structure policy coupled with a healthy EBITDA per tonne.

Healthy Revenue and Volume Growth Likely to Continue in Medium Term: On a consolidated basis, sales volume grew more than 10% yoy to over 2,00,000 metric tonnes (MT) in FY26, owing to increased capacities and higher share of value-added products with better sales realisation in the lead segment. The consolidated revenue grew about 10% yoy to INR42,653 million in FY26. Revenue from the lead segment (contributing around 88% to total sales) rose around 10% yoy in FY26, primarily due to a 16% yoy volume growth partially offset by a marginal decline in realisations. GIL's plans to increase its lead capacity to over 4,55,000 MT by FY29 from over 3,10,000 MT in FY26. Furthermore, the company is expanding capacities in existing verticals – aluminium, plastics and rubber as well as new verticals such as copper through Rastriya Metal Industries. Ind-Ra expects the company to achieve robust growth in revenue and sales volume over the medium term, driven by the continued ramping up of its operations supported by the stringent law around waste battery management and Extended Producer Responsibility (EPR). Any lower-than-expected ramp-up of operations will be a key rating monitorable.

Profitability Likely to Remain Stable in Medium Term: The EBITDA per tonne improved to over INR20,000 in FY26, driven by volume growth of value-added products. The consolidated EBITDA margin improved to 10.2% in FY26 (FY25: 8.4%). The company has been able to maintain its per tonne profitability despite volatility in prices due to its focus on improving value-added sales mix (over 40% of revenue share in FY26), and back-to-back sales purchase model having fixed-price orders and commodity hedging strategy. Ind-Ra opines that the company would further scale-up the volumes and margins in the medium term on the back of a likely increase in the installed capacities and better fixed-cost absorption. The return on capital employed was over 20% in FY22-FY26.

Regulated Industry Framework; Favourable Growth Prospects: GIL operates in a regulated industry framework where EPR policy is applicable to each manufacturer, producer, refurbisher, dismantler and recycler. Some of these entities are likely to move towards the same. However, management expects the availability of domestic scrap to increase significantly on account of the EPR regulations in the non-ferrous metals sector, which require battery manufacturers to adhere to EPR mandates and include a minimum of percentage of non-recycled material content in finished products. As per management, with stringent laws around waste battery management, the organised players are likely to gain market share. Any change in government policies impacting the operations of the group, will be monitorable.

High Customer and Product Concentration: GIL's top customer ARBL accounts for 20%-30% of its consolidated revenue. GIL has a yearly rolling contract with ARBL, which provides estimates of its requirement of lead alloys to GIL. The pricing mechanism with ARBL is based on the monthly average London Metal Exchange prices, plus a premium in US dollars. GIL plans to increase the tolling business with battery manufacturers, who supply waste batteries and in turn procure recycled lead metal. Battery industry is concentrated, and ARBL has a leading industry position, leading to high customer concentration risk. However, GIL caters to reputed clients (original equipment manufacturers) in the domestic market, and its relationships with these customers spans over 10-15 years, ensuring steady inflow of orders. The contracts are generally for one year and the memorandum of understanding is renewed on an annual basis.

GIL's product portfolio is concentrated towards lead, which contributes 85%-90% to the total consolidated revenue and EBITDA. The company operates through four primary product segments – lead, aluminium, plastics and rubber. The lead segment is the highest revenue contributor with about 88% contribution in FY26 (FY25: 88%), followed by aluminium segment with about 9% (9%) and plastic with about 2% (2%). Revenue from the lead segment rose by around 10% yoy in FY26, primarily due to a 16% yoy volume growth, partially offset by the marginal decline in realisations. The aluminium segment revenue improved about 7% yoy in FY26 owing to a 28% yoy rise in realisation, despite a 16% yoy decline in volumes. Although the lead segment remains the largest revenue contributor, the company is improving its product diversity by increasing capacity in aluminium, rubber, plastic, lithium, and copper materials, which is likely to account for about 35% by FY29. The agency expects a sustained improvement in the revenue led by volume growth at a consolidated level across verticals on the back of optimal utilisation of its capacities, along with growth in realisations. Furthermore, stringent laws around waste battery management and EPR are likely to result in higher volumes due to gains in market share from the unorganised market.

Inherent Industry Risk: The lead metal industry is susceptible to changes in government policies and environmental norms. The lead industry falls under the category of industries that are hazardous to health, and is governed by strict environmental laws and regulations. Any non-compliance with these laws and regulations could affect the company's business. Any change in government policies impacting operations of the group will be monitorable. GIL's profitability remains susceptible to the competition prevailing in the market, given the fragmented nature of the lead alloy manufacturing industry, low product differentiation and high price sensitivity. The lead market is inherently competitive with the presence of several unorganised players. Roughly two-thirds of the capacity is with the unorganised market. Furthermore, scrap availability and prices are unpredictable and introduce volatility in cash flow.

Forex and Geopolitical Risk: GIL is exposed to currency risk; however, the forex risk is mitigated through a natural hedge as 50%-60% of the requirement is imported, and export forms about 40% of the revenue, both of which are in US dollar terms. The balance position is hedged through a forward cover. Although the company is 100% hedged through forward cover for the lead business, it remains exposed to commodity risks in the aluminium and plastic recycling businesses, which are likely to be reduced from the hedging mechanism for aluminium through the Multi Commodity Exchange. Further, GIL's major subsidiaries presence in African nations entails a high sovereign risk due to geopolitical risks.

Liquidity

Adequate: Ind-Ra expects GIL's liquidity to remain healthy over the medium term with a likely improvement in its operating cash flows. GIL's average utilisation of the fund-based and non-fund-based facilities (interchangeable) stood below 30% during the trailing 12 months ended March 2026. Recently Gravita has enhanced its bank loan limits to INR10 billion in

March-April 2026. GIL had cash balance of INR803 million at FYE26. The net working capital cycle remained below 100 days in FY26 (FY25: 94 days).

Rating Sensitivities

Positive: A substantial increase in the revenue and profitability along with product diversification as well as improvement in value-added products, while maintaining a healthy liquidity position and strong credit metrics on a sustained basis will be positive for the ratings.

Negative: A significant decline in the profitability or any disruption in operations leading to a decline in capacity utilisation, due to geopolitical issues leading to a stretch in the working capital cycle, and/or liquidity position along with any large debt-funded capex or acquisition, resulting in net adjusted leverage exceeding 1.75x on a sustained basis will be negative for the ratings.

Any Other Information

Not applicable

About the Company

Incorporated in 1992, GIL is engaged in recycling of non-ferrous metals such as used lead acid batteries, lead scrap, cable scrap/other lead scrap, aluminium scrap, plastic scrap, rubber scrap, copper and lithium. GIL also provides turnkey solutions for lead acid battery recycling processes. The company carries out smelting of lead battery scrap/lead concentrate to produce secondary lead metal, which is further transformed into pure lead, specific lead alloy, lead oxides (lead sub oxide, red lead and litharge), aluminium alloys, plastic granules, pet flakes and value-added products such as lead sheets, lead powder, lead shot and other such products. The company has a presence in over 70 countries with headquarters in Jaipur and recycling plants across Asia, Africa and Central America with over 2,200 global touch points and 39 own scrap yards. GIL has recycling facilities in multiple countries such as India, Africa and Sri Lanka, among others. As of March 2026, GIL had an aggregate capacity of over 4,00,000 tonnes per annum recycling capacity for across business verticals. GIL is listed on the BSE Ltd and the National Stock of Exchange of India Limited.

Key Financial Indicators

Particulars (Consolidated; INR million)	**FY26**	**FY25**
Revenue	42,653	38,688
EBITDA	4,349	3,241
EBITDA margin (%)	10.2	8.4
Interest coverage (x)	17.55	7.47
Net leverage (x)	0.35	NM
Source: GIL, Ind-Ra NM – not meaningful		

Status of Non-Cooperation with previous rating agency

Not applicable

Rating History

Instrument Type	**Current Rating/Outlook**			**Historical Rating/Outlook**
	Rating Type	**Rated Limits (million)**	**Current Rating**	**13 February 2025**

Bank loan facilities	Long-term/Short-term	INR1,500	IND AA-/Stable/IND A1+	IND AA-/Stable/IND A1+

Bank wise Facilities Details

The details are as reported by the issuer as on (12 May 2026)

#	Bank Name	Instrument Description	Rated Amount (INR million)	Rating
1	HDFC Bank Limited	Bank loan facilities	200	IND AA-/Stable / IND A1+
2	ICICI Bank	Bank loan facilities	200	IND AA-/Stable / IND A1+
3	South Indian Bank	Bank loan facilities	200	IND AA-/Stable / IND A1+
4	RBL Bank	Bank loan facilities	200	IND AA-/Stable / IND A1+
5	Yes Bank Ltd	Bank loan facilities	200	IND AA-/Stable / IND A1+
6	NA	Bank loan facilities	500	IND AA-/Stable / IND A1+

Complexity Level of the Instruments

Instrument Type	Complexity Indicator
Bank loan facilities	Low

For details on the complexity level of the instruments, please visit https://www.indiaratings.co.in/complexity- indicators.

Annexure

List of instruments and names of regulators of the instruments

As required by SEBI CRA Circular dated Feb 10, 2026, a list of activities or instruments falling under the purview of various FSRs, along with the names of respective FSRs, is being disclosed below:

A. Rating Activity

Sr. No.	Instrument / activity Name	Regulator of the instrument
1	Listed/Proposed to be listed Bonds/Debentures/Preference Shares (all securities)	SEBI
2	Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities)	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 and other similar borrowings	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 ~	-

Sr. No.	Instrument / activity Name	Regulator of the instrument
15	Issuer Ratings #	-
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

* 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), India Ratings 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.

B. Other activities:

Sr. No.	Activity Name	Regulator of the activity
1	Monitoring Agency	SEBI
2	Research activities, incidental to rating, such as research for Economy, Industries and Companies @	NA

@ permitted by SEBI vide SEBI Master Circular for CRAs.

Note: *For instruments or activities falling under the purview of regulators other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.*

Contact

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About India Ratings

India Ratings and Research (Ind-Ra) is India's SEBI registered credit rating agency committed to providing India's credit markets accurate, timely and prospective credit opinions. Built on a foundation of independent thinking, rigorous analytics, and an open and balanced approach towards credit research, Ind-Ra has grown rapidly during the past decade, gaining significant market presence in India's fixed income market.

Ind-Ra currently maintains coverage of corporate issuers, financial institutions (including banks and insurance companies), finance companies, urban local bodies, and structured finance and project finance companies.

Headquartered in Mumbai, Ind-Ra has seven branch offices located in Ahmedabad, Bengaluru, Chennai, Gurugram, Hyderabad, Kolkata and Pune. Ind-Ra is recognised by the Securities and Exchange Board of India and the Reserve Bank of India.

Ind-Ra is a 100% owned subsidiary of the Fitch Group.

Solicitation Disclosures

Additional information is available at www.indiaratings.co.in. The ratings above were solicited by the issuer, and therefore, India Ratings has been compensated for the provision of the ratings.

Ratings are not a recommendation or suggestion, directly or indirectly, to you or any other person, to buy, sell, make or hold any investment, loan or security or to undertake any investment strategy with respect to any investment, loan or security or any issuer.

APPLICABLE CRITERIA AND POLICIES

Evaluating Corporate Governance

Corporate Rating Methodology

Short-Term Ratings Criteria for Non-Financial Corporates

The Rating Process