

December 30, 2025

BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400 001 Scrip Code: 502219	National Stock Exchange of India Ltd. Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051 Symbol: BORORENEW
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Dear Sir / Madam,

Subject: Update on Credit Rating - Intimation under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

In accordance with Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are pleased to inform you that India Ratings & Research Private Limited (**India Ratings**), a Credit Rating Agency, vide its press release dated December 30, 2025, has affirmed / assigned the rating for the loan facilities availed by the Company, while revising the outlook from negative to positive.

The below is a summary of India Ratings' credit ratings assigned to the Company's facilities:

Instrument Type	Size of Issue (million)	Rating/Outlook	Rating Action
Bank Loan Facilities	INR 3721.40 (Reduced from INR 7,684.67)	IND A/Positive/IND A1	Affirmed; Revision in Outlook to Positive from Negative
Bank Loan Facilities	INR 3,550	IND A/Positive/IND A1	Assigned

The press release of India Ratings, including the detailed rationale on credit ratings, is attached.

The said information was received by the Company on December 30, 2025, at around 14.54 p.m.

You are requested to take the same on record.

For Borosil Renewables Limited

Kishor Talreja
Company Secretary and Compliance Officer
Membership no. FCS 7064

Encl: as above

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India Ratings Revises Outlook on Borosil Renewables' Bank Loan Facilities to Positive; Affirms 'IND A'

Dec 30, 2025 | Glass - Industrial

India Ratings and Research (Ind-Ra) has revised the Outlook on Borosil Renewables Ltd's (BRL) bank loan facilities to Positive from Negative while affirming the rating at 'IND A'. The detailed rating actions are as follows:

Details of Instruments

Instrument Type	Date of Issuance	Coupon Rate	Maturity Date	Size of Issue (million)	Rating assigned along with Outlook/Watch	Rating Action
Bank loan facilities	-	-	-	INR3,721.40 (reduced from INR7,684.67)	IND A/Positive/IND A1	Affirmed, Outlook Revised to Positive
Bank loan facilities	-	-	-	INR3,550	IND A/Positive/IND A1	Assigned

Analytical Approach

The agency has taken a fully consolidated view of BRL and its wholly owned subsidiary, Laxman AG, to arrive at the rating. Until FY25, the agency had also fully consolidated Geosphere Glassworks GmbH, the holding company of BRL's step-down subsidiary, GMB Glasmanufaktur Brandenburg GmbH (GMB). However, in July 2025, GMB filed for bankruptcy and it ceased to be part of the Borosil group with effect from 4 July 2025. BRL has provided for its investment in Geosphere Glassworks GmbH and loans to GMB for the quarter ended 30 June 2025. The consolidated financial performance of BRL until 30 June 2025 takes into account the financial performance of GMB.

Detailed Rationale of the Rating Action

The Outlook revision reflects a significant increase in the consolidated EBITDA margins during 1HFY26 and Ind-Ra's expectation of continued improvement in the same in 2HFY26. The improvement is largely being driven by improved realisations on account of the implementation of the anti-dumping duty on import of solar glass from December 2024, the cost-saving measures implemented by the company, and de-consolidation of the financials of the loss-making German subsidiary with effect from 4 July 2025. Furthermore, favourable industry sentiments would ensure stable demand in the medium term.

The improvement in the EBITDA margins along with fund raise of INR3,710 million through preferential issue of equity share capital in October 2025 has strengthened the credit metrics of the company. In addition, the balance amount against shares warrants issued in January 2025, amounting to about INR2,800 million, is likely to be received by August 2026, which would further strengthen the key credit metrics and cash flow position of the entity. A sustained improvement in the profitability, capital structure and cash flow position would remain monitorable.

List of Key Rating Drivers

Strengths

- Consistent growth in revenue

- Established market position
- Improved operating profitability
- Improved key credit metrics

Weaknesses

- Working capital-intensive operations
- Limited bargaining power; dependence on government incentives

Detailed Description of Key Rating Drivers

Consistent Growth in Revenue: BRL's consolidated revenue stood at INR7,255 million in 1HFY26 (FY25: INR14,793 million, FY24: INR13,693 million, FY23: INR8,940 million) despite a sharp decrease in the revenue contribution of the German operations to INR147million (FY25: INR3,694 million). The revenue was largely supported by an improvement in selling prices post the imposition of anti-dumping duty on the imports of solar glass from China and Vietnam. The revenue grew at a CAGR of more than 30% during FY22-FY25. Ind-Ra expects BRL's revenue to range between INR15,200 million-15,500 million in FY26. Ind-Ra expects a nominal growth in revenue in FY27, as the new capacity of 600 tonnes per day (TPD) would become operational only by the end of FY27. The new capacity would support volume and revenue growth FY28 onwards. Furthermore, the increased demand for solar glass due to several initiatives taken by the government to shift towards green-energy, and increased focus on domestic manufacturing of solar modules would help the company sustain its revenue growth over the medium term.

Established Market Position: BRL continues to benefit from its first mover advantage in the solar glass manufacturing industry in India. BRL commenced operations in FY10, while the other large players in the glass industry began operating in FY24. BRL continues to have a dominant position in the industry, backed by its highest installed capacity of 1,000TPD and its significant experience in the domestic market. To meet the rising demand for solar glass in the domestic market, the company in the process of adding additional capacity of 600TPD by the end of FY27. Other large capacities in the industry are likely to become operational between FY27-FY28. Furthermore, the promoters' extensive experience of more than five decades has helped the company establish/maintain healthy relations with its customers and suppliers. Ind-Ra believes the promoters' experience shall continue to support the established market position of the company, thereby aiding a consistent improvement in the scale of operations.

Improved Operating Profitability: BRL's consolidated EBITDA margins rose to 25% in 1HFY26 from 4% in FY25 (FY24: 5%, FY23: 16%), driven by an improvement in selling prices (2QFY26: INR147.50/mm; 2QFY25: INR115/mm; 1QFY26: INR138.12/mm) and discontinuation of losses pertaining to BRL's step-down German subsidiary, which ceased to be part of the Borosil group with effect from 4 July 2025. Ind-Ra and the management expect the margins to remain at similar levels over 2HFY26 and FY27, led by a continued increase in prices of solar glass on account of the imposition of basic customs duty from 2HFY25. The operating margins are likely to benefit further from a decline of about 10% in power expenses from 4QFY26 owing to the commencement of a new captive solar wind hybrid plant. A sustained improvement in the EBITDA margins, leading to continued improvement in the key credit metrics, would remain a key monitorable.

Improved Key Credit Metrics: The key credit metrics improved in 1HFY26 because of the rise in EBITDA margins, with net leverage (net debt/EBITDA) of 0.4x (FY25: 3.1x, FY24: 6.6x) and interest coverage (EBITDA/Interest expenses) of 23.2x (FY25: 1.8x, FY24: 2.2x). BRL is in the process of expanding its capacity by 600TPD at a cost of INR9,500 million, and the capex is proposed to be completed by FY27, but the same would largely be supported by fund raise. Therefore, despite the capex, Ind-Ra expects the net leverage to remain less than 1x in FY26 and FY27. BRL has completed a preferential issue of equity shares worth INR3,710 million in 2HFY26 and is likely to further receive about INR2,800 million (75% of share warrants issued in January 2025) by August 2026; these proceeds are likely to support the capex requirements. A sustained improvement in the key credit metrics amid continued growth in the scale of operations would remain a key rating sensitivity factor.

Working Capital-Intensive Operations: BRL's operations are working capital-intensive, as reflected by the net working capital cycle of 94 days in FY25, though this is an improvement from past levels (FY24: 100 days, FY23: 181 days), with

inventory days of 80 days and debtor days of more than 32 days. The company has to maintain higher stock of raw materials/stores/consumables to hedge volatility in the input prices (FY24: inventory days of 90 days, debtor days of 33 days, FY23: inventory days of 187 days, debtor days of 38 days, FY22: inventory days: 95 days, debtor days: 30 days). The inventory days had been higher in FY23 as the company had to maintain higher inventory to begin operations from enhanced capacity in February 2023. However, BRL's working capital requirements remain supported by the credit extended by creditors, cushion in bank lines, and internal cash accruals generated by the company. The operations of the company are likely to remain working capital-intensive, with inventory days ranging between 90-100 days. Efficient management of the working capital cycle, leading to continued lower reliance on external debt, and thus, strengthening of key credit metrics, would remain a key monitorable.

Limited Bargaining Power; Dependence on Government Incentives: The company manufactures tempered solar glass, the demand for which is linked to demand for solar modules. Of India's existing total module manufacturing of about 125GW, BRL has the capacity to cater to more than 6.5GW. Domestic manufacturing of modules is likely to grow rapidly in the medium term led by government initiatives through various schemes, such as the approved list of models and manufacturers, the imposition of basic customs duty of 40% on the imports of photovoltaic modules and 25% on imports of solar cells, along with under Production Linked Incentive. Globally, a significant percentage of solar glass production is controlled by China-based players. The selling prices of solar glass depend upon the landed cost of imports, which restricts the ability of players to pass on any increases in costs. Thus, any adverse government policy or repeal of existing benefits could impact the demand for modules and solar glass.

Liquidity

Adequate: At FYE25, the consolidated cash and equivalents stood at INR731 million (FY24: INR1,482 million). The average utilisation of the fund-based limits was around 25% over the 12 months ended October 2025, and that of the non-fund-based limits was about 38% over the same period. The cash flow from operations increased to INR620 million in FY25 (FY24: INR371 million, FY23: negative INR243 million) on account of efficient management of the working capital cycle. During FY25, the free cash flows remained negative but improved to negative INR471 million (FY24: negative INR1,796 million, FY23: negative INR3,718 million, FY22: negative INR2,034 million), largely on account of efficient management of working capital cycle and low capex spends in FY25. The agency expects the free cash flows to turn positive over FY26, on the back of moderate capex spends and debt repayment. The company has scheduled debt repayments of INR765 million and INR685 million for FY26 and FY27, respectively, and the agency believes that the company has sufficient liquidity to meet the obligations.

Rating Sensitivities

Positive: An improvement in the consolidated revenue and EBITDA levels while maintaining the credit metrics, with the net leverage remaining below 2x, on a sustained basis, could result in a rating upgrade.

Negative: Lower-than-expected revenue growth or operating profitability on a consolidated basis, further elongation of the working capital cycle, or significant increase in capex, leading to the net leverage exceeding 2x, on sustained basis, could result in a negative rating action.

Any Other Information

Not applicable

About the Company

BRL (formerly known as Gujarat Borosil Limited, which has been amalgamated with Borosil Glass Works Ltd) manufactures low iron-textured solar glass, which is used in the manufacturing of photovoltaic panels, at its 1,000TPD plant in Bharuch, Gujarat. The plant's capacity is likely to increase to 1,600TPD by the end of FY27. PK Kheruka and

Shreevar Kheruka are the promoters. In FY23, post the acquisition of the Interfloat group, BRL's Europe-based facility had commenced operations with a manufacturing capacity of 350 tonnes per day, but the unit was shut down in July 2025.

Key Financial Indicators

Particulars	1HFY26	FY25	FY24
Revenue (INR million)	7,255	14,793	13,693
EBITDAR (INR million)	1,816	571	645
EBITDAR margin (%)	25	3.9	4.7
Gross interest coverage (x)	23.2	1.8	2.2
Net leverage (x)	0.4	3.1	6.6

Source: Ind-Ra; BRL

Status of Non-Cooperation with previous rating agency

Not applicable

Rating History

Instrument Type	Rating Type	Rated Limits (million)	Current Ratings	Historical Rating/Outlook			
				October 09, 2025	September 22, 2023	August 23, 2023	May 27, 2022
Bank loan facilities	Long-term/Short-term	INR7,271.4	IND A/Positive/IND A1	IND A/Negative/IND A1	-	IND A/Stable/IND A1	IND A/Positive/IND A1
Issuer Rating	Long Term	-	-	-	WD	IND A/Stable	IND A/Positive

Bank wise Facilities Details

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>.

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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.

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APPLICABLE CRITERIA AND POLICIES

Evaluating Corporate Governance

Corporate Rating Methodology

Short-Term Ratings Criteria for Non-Financial Corporates

The Rating Process

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