

Date: 26.02.2026

To
Department of Corporate Services,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai -400001

BSE Scrip Code: 540358

SYMBOL: RMC

Subject: Intimation of Upgradation of Credit Rating under regulation 30 of SEBI Listing Regulations

Dear Sir/Madam,

In Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure requirement) Regulations, 2015, ("SEBI Listing Regulations"), we would like to inform you that the credit ratings on the bank facilities of the company have been upgraded by the Infomerics Rating. In this regard, below are the details of the credit ratings upgraded by Infomerics Ratings to the Company:-

Ratings

Facilities	Amount (Rs. Crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	85 (Enhanced from Rs. 50.00 Crore)	IVR BBB; Stable (IVR Triple B with stable outlook)	IVR BBB-; Stable (IVR Triple B Minus with Stable Outlook)	Rating Upgraded	Simple
Short Term Bank Facilities	105.00 (Enhanced from Rs. 90.75 Crore)	IVR A3+ (IVR A Three Plus)	IVR A3 (IVR A Three)	Rating Upgraded	Simple
Total	190(INR One hundred Ninety Crore)				

The rating letter as received from Infomerics Ratings, is enclosed herewith.
You are request to kindly note the above.

**Thanking You
For RMC Switchgears Limited**

SHIVANI BAIRATHI Digitally signed by SHIVANI BAIRATHI
Date: 2026.02.26 12:24:01 +05'30'

**Shivani Bairathi
Compliance Officer and Company Secretary
Membership No. – A42636**

Enclosed: Press Release by Infomerics Ratings

CIN : L25111RJ1994PLC008698
Corp. Office : B-11 (B&C), Malviya Industrial Area, Jaipur-302017 (Rajasthan)

Regd. Office & Factory : Khasra No.-163,164, Village-Badodiya ,Tehsil-Kotkhawda, Kotkhawada, Jaipur, Jaipur, Rajasthan, India, 303908



Press Release

RMC Switchgears Limited

February 24, 2026

Ratings

Facilities	Amount (Rs. Crore)	Current Ratings	Previous Ratings	Rating Action	Complexity Indicator
Long Term Bank Facilities	85.00 (Enhanced from Rs.50.00 crore)	IVR BBB; Stable (IVR Triple B with Stable Outlook)	IVR BBB-; Stable (IVR Triple B Minus with Stable Outlook)	Rating Upgraded	Simple
Short Term Bank Facilities	105.00 (Enhanced from Rs.90.75 crore)	IVR A3+ (IVR A Three Plus)	IVR A3 (IVR A Three)	Rating Upgraded	Simple
Total	190.00 (INR One hundred ninety crore only)				

Details of Facilities/Instruments are in Annexure 1. Facility wise lender details are at Annexure 2. Detailed explanation of covenants is at Annexure 3.

Detailed Rationale

The upgrade in ratings assigned to the bank facility of RMC Switchgears Limited (RMCSL) is underpinned by strong business performance of the company in H1FY26 [FY refers to the period from April 1 to March 31] albeit marginal moderation in profitability coupled with satisfactory financial risk profile. Further, the ratings continue to derive comfort from the long operational track record of the company under experienced promoter along with satisfactory orderbook position indicating a near to medium term revenue visibility with reputed clientele. However, these rating strengths continue to remain constrained by RMCSL's working capital intensive nature of operation, tender driven nature of business coupled with susceptibility of profitability to volatility in raw material prices and exposure to high client concentration risk.

The stable outlook reflects expected stable business performance of the company in the near term marked by timely execution of orders supported by extensive industry experience and resourceful promoters.

Infomerics Ratings has simultaneously withdrawn the long-term rating assigned to Cash Credit limit of Rs.4.80 crore and Bank Guarantee limit of Rs. 33.50 crore from Federal Bank Ltd based on the No Due Certificate received from the lender. Further, proposed Bank Guarantee limit of Rs.0.75 crore has been withdrawn based on the request from the company. The above



Press Release

action has been taken based on request received from the company. The rating is being withdrawn in accordance with Infomerics' Policy on Withdrawal of ratings.

Key Rating Sensitivities:

Upward factors

- Significant growth in scale of business with improvement in profitability metrics thereby leading to overall improvement in cash accruals on a sustained basis
- Improvement in the capital structure with improvement in TOL/TNW to below 1x and ISCR to remain above 5x
- Improvement in operating cycle leading to improvement in liquidity

Downward Factors

- Moderation in operating income and/or profitability impacting the debt protection metrics on a sustained basis
- Any unplanned capex and/or substantial increase in working capital leading to impairment in capital structure with TOL/ATNW moderated to over 3x and/or moderation in interest coverage to below 3x
- Moderation in the operating cycle to over 120 days leading to stretch in liquidity

List of Key Rating Drivers with Detailed Description

Key Rating Strengths:

Long operational track record of the company under experienced promoters

The promoters of the company have long-standing experience of nearly three decades in the electrical goods manufacturing industry. The promoters are well supported by a team of experienced personnel. Over the past couple of years, besides the improvement in scale of operation, the company has strengthened its market presence by successful and timely execution of multiple orders.

Satisfactory and well diversified orderbook with reputed clientele base

RMCSL bids for tenders of various government DISCOM's and other government entities that includes Maharashtra State Power Generation Company Limited, Rajasthan Electronics and Instruments Limited, Rajasthan Renewable Energy Corporation Limited Rajasthan Rajya Vidyut Prasaran Nigam Limited, Jaipur Vidyut Vitran Nigam Limited. As on 31st December 2025, the company has unexecuted orderbook of Rs.571.63 crore. In addition, on 3rd February 2026 RMC has secured Letter in Intent (LOI) of another Electrical EPC contract of



Press Release

Rs.200.86 crore. The orderbook is well diversified which includes Solar EPC contact of ~Rs.270.92 crore, Electrical EPC contact ~Rs.415.25 crore and Electrical Products contact of Rs. 85.46 crore. Of the total unexecuted order book, ~Rs.220-230 crore is expected to be executed by 31st March 2026.

Strong business performance in H1FY26 albeit marginal moderation in profitability

Driven by the strengthening of market presence coupled with enhanced product offerings in smart metering solutions as an outcome of India's Revamped Distribution Sector Scheme (RDSS), which aims to enhance the efficiencies and financial sustainability of DISCOMs through advanced technologies, RMCSL has witnessed steady growth in its topline over the past couple of years. Further, on the back of higher execution of Solar EPC contracts during the first half of FY26, RMCSL has reported y-o-y growth of ~111% in its topline as the total operating income has improved to Rs.221.61 crore in H1FY26 as compared to Rs.104.78 crore in H1FY25.

Prioritizing volume expansion and market share in the solar and electrical EPC segments has led to marginal moderation in the operating margin to 15.34% in H1FY26 as compared to 18.92% in H1FY25. (16.73% in FY25). Consecutively, the PAT has also slightly moderated yet stood satisfactory at 9.02% in H1FY26 as against 9.62% in H1FY25. (9.85% in FY25). However, aided by improvement in PAT, net cash accruals also increased and stood satisfactory at Rs.21.86 crore in H1FY26 which is sufficient to meet its schedule debt repayment obligation.

Satisfactory financial risk profile

The capital structure of the company remained satisfactory over the past three account closing dates. The debt profile of the company majorly consists of Term loans, GECL loans, inter-corporate loans, unsecured loans from promoters and working capital borrowings. To support the growing business RMCSL has availed additional working capital during FY26 resulting in an elevated debt level which stood at Rs.74.79 crore as on September 30, 2025. However, supported by steady accretion of profit to reserve, backed by a comfortable tangible net worth of Rs.127.14 crore as on September 30, 2025, the long-term debt to equity and overall gearing of the company continues to remain comfortable at 0.13x and 0.59x respectively as on September 30, 2025. Overall indebtedness marked by TOL/ATNW stood satisfactory at 1.53x as on September 30, 2025. Total Debt/EBITDA also stood comfortable at 2.20x as on



Press Release

September 30, 2025. Debt coverage metrics marked by ISCR also improved and stood healthy at 5.77x in H1FY26 compared to 5.07x in H1FY25.

In addition, as per the latest management update dated 24th November 2025, RMCSL has deferred the ongoing capex in RMC Green Energy Private Limited, one of the subsidiaries of RMCSL, which was setting up a high-quality 1 Gigawatt (GW) of solar module plant at an estimated project cost was Rs.80.20 crore which was supposed to be funded with a mix of external borrowing, unsecured loan of and equity investments. The deferment comes as a strategic move since the management believes that domestic solar cell availability and performance are still evolving, and global technologies are shifting rapidly, manufacturing during this transition risks locking into technology that may become outdated quickly.

The capex was proposed to be partly funded by bank borrowings (though financial closure was yet to be achieved), and in addition, post execution of the capex RMCSL had to avail additional working capital to scale up the operation. This could have eventually impacted the capital structure of the company. However, with no planned capex in next 2-3 years, the financial risk profile of RMCSL is expected to remain stable and satisfactory.

Key Rating Weaknesses:

Exposure to client concentration risk

The top five customers of RMCSL attributing ~83% of total sales suggest high client concentration of risk. Out of the top five customers, Maharashtra State Electricity Dist. Co. Ltd. contributed ~55% of revenue in FY25. Any delay in execution of pending orders might create liquidity crunch and hamper the company's credibility as well.

Working capital intensive nature of operation

Operation of RMCSL is highly working capital intensive marked by its elongated receivables cycle due to long credit period availed by Government organizations. Further, the government clients withhold a sizeable amount which is released post supply and installation of meters. This creates further pressure on the working capital of the company. During FY26, RMC has availed fresh working capital limits. The average working capital utilization remained moderate at ~ 85-90% during the past 12 months ended November 2025 indicating a moderate liquidity cushion.

Tender driven nature of business

The Engineering, Procurement, and Construction (EPC) business mainly in India is heavily driven by structured tender processes, largely due to the public nature of utility procurement.



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The EPC projects, mainly with the Distribution Companies (DISCOMs) is characterized by intense price competition and bureaucratic hurdles, creating significant challenges for contractors. Key drawbacks include severe margin compression, delayed payment cycles, and high risks regarding project execution and cash flow. RMC's business is dependent on the company's ability to successfully bid for the tenders. Further, the domestic electrical sector is fragmented with presence of many players with varied statures & capabilities. This restricts RMC's operating and financial flexibility.

Susceptibility of profitability to volatility in raw material prices

Raw material costs constitute about 80%-90% of total cost of production for RMCSL with the primary raw materials being copper, steel, polymer, brass etc. Since all these commodities are linked to global prices, the company is exposed to fluctuations in the same which could impact profitability if the company is unable to pass on the same to its customers.

Analytical Approach: Consolidated

For arriving the rating Infomerics Ratings has taken consolidated financials of RMCSL as the company has seven subsidiaries namely Intelligent Hydrel Solutions Private Limited, RMC Green Energy Private Limited, RMC Solar Park Private Limited, RMC Solar One Private Limited, RMC Solar Two Private Limited, RMC Solar Three Private Limited & RMC Solar Five Private Limited controlled by the same management with operational and financial linkage. List of companies considered for consolidated analysis is given under **Annexure 4**.

Applicable Criteria:

[Rating Methodology for Manufacturing Companies.](#)

[Rating Methodology for Infrastructure Companies.](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\).](#)

[Criteria for assigning Rating outlook.](#)

[Policy on Default Recognition](#)

[Complexity Level of Rated Instruments/Facilities](#)

[Consolidation of Companies](#)

[Policy on Withdrawal of Ratings](#)

Liquidity: Adequate

The liquidity position of the company is expected to remain adequate marked by its expected satisfactory adequate net cash accruals to meet its scheduled debt repayment obligation during FY26-FY28. In H1FY26, RMCSL's net cash accrual stood at ~Rs.21.68 crore against



Press Release

its debt repayment obligation of Rs.5.31 crore in FY26. The company also has satisfactory gearing headroom on the back of its satisfactory capital structure, supported by a comfortable current ratio of 1.57x as on September 30, 2025. The liquidity position of the company had remained restricted due to its working capital-intensive nature of operation mainly due to its elongated average collection period. The average working capital utilization of the company had historically remained high at more than 90% against sanctioned its limit of Rs.50.00 crore. In FY26, RMC has availed additional working capital of Rs.35.00 crore which is expected to boost the liquidity to some extent. Moreover, any unplanned capex or stretch in collection period may impact the liquidity position of the company.

About the Company:

Rajasthan based RMC Switchgears Limited (RMCSL) promoted by Mr. Ashoke Agarwal was originally established as a private limited company named RFH Metal Casting Private Limited back in 1994. Later In 2008, it became a public company and rechristened as RFH Metal Casting Limited. In 2016, the name of the company was changed to RMC Switchgears Ltd and was listed on BSE SME platform in 2017. Presently, the company is engaged in the business of manufacturing and designing of smart meters, LT/HT distribution boxes and Panels, junction boxes, feeder pillars, circuit protection switchgears, and it also undertakes EPC contracts involving laying of energy transmission lines and establishing electric substation. The manufacturing facilities of the company are located at Badodiya Village, under Chaksu Tehsil. To diversify its scope of operation, RMCSL over the past two years has formed multiple subsidiaries namely, Intelligent Hydel Solutions Private Limited, RMC Green Energy Private Limited, RMC Solar Park Private Limited and RMC Solar One Private Limited, RMC Solar Two Private Limited, RMC Solar Three Private Limited & RMC Solar Five Private Limited to expanding its footprint in the renewable energy sector and to execute other Soler EPC contracts.

Financials of RMC Switchgears Limited (Consolidated):

	(Rs. crore)		
For the year ended* / As On	31-03-2024	31-03-2025	30.09.2025
	Audited	Audited	Audited
Total Operating Income	172.63	318.16	221.61
EBITDA	34.11	53.23	34.00
PAT	14.89	31.46	20.05
Total Debt	49.93	58.65	74.79



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Tangible Net worth (Book)	60.37	107.10	127.14
Tangible Net worth (Adjusted)	59.39	106.12	126.16
EBITDA Margin (%)	19.76	16.73	15.34
PAT Margin (%)	8.58	9.85	9.02
Overall Gearing Ratio (Adjusted) (x)	0.84	0.55	0.59
Interest Coverage	3.95	6.10	5.77

**Classification as per Infomerics' standards*

Status of non-cooperation with previous CRA: Care Edge Ratings has maintained the ratings of RMCSL in the INC category as the entity continued to be non-cooperative despite repeated requests for submission of information vide press release dated Nov 12, 2025. Brickwork Ratings has maintained the ratings of RMCSL in the INC category vide press release dated May 29, 2025, as the entity continued to be non-cooperative.

Any other information: Nil

Rating History for last three years:

S r. N o.	Name of Instrument/Facilities	Current Rating (Year 2025-26)			Rating History for the past 3 years				
		Type	Amount outstanding (Rs. Cr.)	Rating	Date(s) & Rating(s) assigned in 2025-26	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2024-25	Date(s) & Rating(s) assigned in 2023-24	Date(s) & Rating(s) assigned in 2022-23
					July 02, 2025	Jan 15, 2025	Aug 14, 2024	Feb 19, 2024	Dec 07, 2023
1.	Cash Credit/OBDD	LT	85.00	IVR BBB/ Stable	IVR BBB-/ Stable	IVR BBB-/ Stable	IVR BBB-/ Stable	IVR B+/ Negative INC (Withdrawn)	IVR B+/ Negative INC
2.	Bank Guarantee	ST	105.00	IVR A3+	IVR A3	IVR A3	IVR A3	IVR A4; INC & Withdrawn	IVR A4; INC
3.	Bank Guarantee (Proposed)	ST	-	Withdrawn	IVR A3	IVR A3	IVR A3	IVR A4; INC & Withdrawn	IVR A4; INC
4.	Cash Credit (Proposed)	LT	-	-	-	-	IVR BBB-/ Stable	-	-
5.	ECLGS	LT	-	-	-	-	-	IVR B+/ Negative INC (Withdrawn)	IVR B+/ Negative INC
6.	Term Laon	LT	-	-	-	-	-	IVR B+/ Negative INC (Withdrawn)	IVR B+/ Negative INC
7	Bill Discounting	ST	-	-	-	-	-	IVR A4; INC & Withdrawn	IVR A4; INC

Analytical Contacts:



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About Infomerics:

Infomerics Valuation and Rating Limited [Formerly Infomerics Valuation and Rating Private Limited] (Infomerics) was founded in the year 1986 by a team of highly experienced finance professionals for research and risk evaluation. Infomerics commenced its activities as External Credit Assessment Institution after obtaining registration from Securities Exchange Board of India (SEBI) and accreditation from Reserve Bank of India (RBI). Adhering to best international practices and maintaining high degree of ethics, the team of analysts at Infomerics deliver quality credit ratings. Infomerics evaluates wide range of debt instruments which helps corporates access to financial markets and provides investors credit ratings backed by in depth research. The transparent, robust, and credible ratings have gained the confidence of investors and the banks. Infomerics has a pan India presence with Head Office in Delhi and Corporate Office at Mumbai, with branches in major cities and representatives in several locations. Infomerics also has international presence with credit rating operations in Nepal through its JV subsidiary.

For more information and definition of ratings please visit www.infomerics.com

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure 1: Instrument/Facility Details

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Cr)	Rating Assigned/ Outlook
Long Term Fund Based Limits-Cash Credit/ODBD	-	-	-	85.00	IVR BBB/ Stable



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Short Term Non-Fund Based Limits- Bank Guarantee	-	-	-	105.00	IVR A3+
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Annexure 2: Facility wise lender details:

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

Not Applicable

Annexure 4: List of companies considered for consolidated/combined analysis:

Name of the Company	Extent of Consolidation
RMC Switchgears Limited	Full Consolidation
Intelligent Hydel Solutions Private Limited	Full Consolidation
RMC Green Energy Private Limited	Full Consolidation
RMC Solar Park Private Limited	Full Consolidation
RMC Solar One Private Limited	Full Consolidation
RMC Solar Two Private Limited	Full Consolidation
RMC Solar Three Private Limited	Full Consolidation
RMC Solar Five Private Limited	Full Consolidation

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com