

**STATE BANK OF INDIA
BALANAGAR**

Phone : 040-23876905
Fax : 040-23774878

Registered Post

M/s Kadakia & Modi Housing
C/o Modi Properties & Investments
Pvt Ltd, 5-4-187/3&4, IInd Floor
- MG Road, Secunderabad, 500023.

F-20

Date : 08.11.08

Dear sir,

**RBI GUIDELINES FOR IMPLEMENTATION OF THE NEW CAPITAL
ADEQUACY FRAMEWORK
RATING OF BORROWERS BY CREDIT RATING AGENCIES (ECRA)**

With reference to above, we have to advise that borrowers with aggregate exposure of above Rs 5.00 crores are to be rated by Credit rating agencies for Capital adequacy Calculations.

2. In view of the above, we request you to get your Company/firm rated by any one the agency mentioned below.

- i) Domestic Credit rating agencies
 - a) Credit analysis and Research Ltd (CARE)
 - k) CRISIL Ltd(CRISIL)
 - l) FITCH India
 - m) ICRA Ltd (ICRA)

ii) International Credit rating agencies

- j) FITCH
- k) Moodys
- l) Standard & Poor's

3. We have to advise that in the event of non-rated, the cost of additional capital will be factored into the pricing of the exposure to the Company/firm. In other words the rate of interest on the advance will be higher.

4. The choice of getting themselves rated by the credit rating agencies to be assigned the exercise for the purpose would rest with the Company.

5. Charges to get rated and any other fees subsequently to be paid in connection thereof such as Annual surveillance fees etc are to be borne by the borrower.

6. Kindly arrange to get rated your company/firm latest by 31.12.08. Unrated Companies/units will be charged interest 0.50% over and above the applicable rate with effect from 01.01.09.

Yours faithfully


CHIEF MANAGER