

Date: November 08, 2025

To National Stock Exchange of India Ltd Exchange Plaza, 5th Floor, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai 400051 Symbol: REGAAL	To BSE Limited 1 st Floor, Phiroze Jeejeebhoy Towers Dalal Street Mumbai – 400001 Scrip Code: 544485
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Sub: Intimation under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Credit Ratings

Dear Sir/ Madam,

Pursuant to Regulation 30 read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that CRISIL Ratings Limited, has upgraded its ratings on Total Bank Loan Facilities of the Company as below:

Total Bank Loan Facilities Rated	Rs.625.57 Crore (Enhanced)
Long Term Rating	Crisil A-/Stable (Upgraded from 'Crisil BBB+/Positive' and outlook revised to Stable)

A copy of the Credit Rating letter including all requisite details is enclosed herewith.

Kindly take the same on record.

Thanking you,

For Regaal Resources Limited

Tinku Kumar Gupta
Company Secretary and Compliance Officer

Regaal Resources Limited

Rating upgraded to 'Crisil A-'; outlook revised to 'Stable'; rated amount enhanced for Bank Debt

Rating Action

Total Bank Loan Facilities Rated	Rs.625.57 Crore (Enhanced from Rs.385 Crore)
Long Term Rating	Crisil A-/Stable (Upgraded from 'Crisil BBB+ / Positive' and outlook revised to 'Stable')

Note: None of the Directors on Crisil Ratings Limited's Board are members of rating committee and thus do not participate in discussion or assignment of any ratings. The Board of Directors also does not discuss any ratings at its meetings.

1 crore = 10 million

Refer to annexure for Details of Instruments & Bank Facilities

Detailed Rationale

Crisil Ratings has upgraded its rating to '**Crisil A-/Stable**' from '**Crisil BBB+/Positive**' on the long-term bank facilities of **Regaal Resources Limited (RRL)**.

The upgrade reflects healthy growth in operating performance with about Rs 247 crore in the first quarter of fiscal 2026 and around Rs 915 crore in fiscal 2025 backed by healthy volumetric growth on the back of healthy capacity utilization despite continuous enhancement of capacities amid healthy demand scenario and healthy sales realisations. Led by healthy demand scenario, given accrued benefits from operationalization of recent capacity expansion, and planned capacity addition going forward over the next fiscal backing volumetric growth, revenue growth is expected to remain healthy over the medium term. Also, expectation of stable raw material prices (maize) going forward amid release of rice from Food Corporation of India (FCI) for ethanol production, healthy sales realisations for the company amid value added products addition will support healthy operating profitability. Sustained enhancement in manufacturing capacities shall further strengthen the market position of the company and shall remain a key monitorable.

Supported by sustenance of healthy scale of operations over the years, operating margin has been healthy around 12.38% in fiscal 2025 backed by better operational synergies despite volatile maize prices. Operating margin is further expected to improve over the medium term driven by better economies of scale through enhanced scale of operations as well as sustenance of healthy contribution to revenue from value added product segment post commissioning of new capacities.

Capital structure is expected to be sustained at comfortable levels despite availment of term loans for the company's capex plans amid funds raised via Initial Public Offering (IPO) in the second half of fiscal 2026 which has strengthened the networth base. Backed by healthy generation of accruals amid sustained reliance on external debt, RRL has also been able to sustain its liquidity profile.

The rating reflects RRL's established market position and healthy experience of promoters, prudent working capital management and comfortable financial risk profile. These strengths are partially offset by operating margins' susceptibility to raw material price volatility and regulatory changes and moderate risks related to ongoing capex.

Analytical Approach: Crisil Ratings has evaluated the standalone business and financial risk profile of Regaal Resources Limited (RRL).

Key Rating Drivers - Strengths

Strong market position in the maize starch extraction and established relationships with major customers: Presence of around seven and a half years in the maize starch extraction industry has helped the company to establish a strong brand presence and longstanding relationships with its customers. RRL had set up its starch extraction plant in fiscal 2017 and commercial production commenced in September 2018. Strong association with these dealer distribution network and established players in the FMCG segment for seven and a half years helps in sustenance of healthy volumetric sale on the back of robust demand scenario for maize starch and integrated products thereby ensuring scale up of operations.

Market position is marked by substantial growth in scale of operations backed by robust volumetric growth through enhanced capacities, company being in continuous expansion mode backed by healthy demand scenario. RRL recorded a consolidated turnover of around Rs 915 crore in FY2025 as against Rs 600 crore in FY2024, exhibiting sales growth of 52% on the back of volumetric growth amid reduced sales realisations with falling maize prices in first half of the fiscal. Company has recorded a consolidated turnover of about Rs 247 crore upto June, 2025 and growth in turnover is expected to be healthy for the full fiscal backed by healthy volumetric growth on the back of healthy capacity utilization despite continuous enhancement of capacities amid healthy demand scenario and steady sales realisations. Led by healthy demand scenario, given accrued benefits from operationalization of recent capacity expansion, and planned capacity addition going forward over the next fiscal backing volumetric growth, revenue growth is expected to remain healthy over the medium term. Also, expectation of sustained raw material prices (maize) going forward, healthy sales realisations for the company amid leveraging of RRL's brand value and diversified product profile will support healthy operating profitability. Sustained enhancement in manufacturing capacities shall further strengthen the market position of the company and shall remain a key monitorable.

Supported by sustenance of healthy scale of operations over the years, operating margin has been healthy in fiscal 2025 backed by better operational synergies, healthy economies of scale through growth in scale of operations, lower procurement and logistics costs. Operating margin is expected to improve over the medium term driven by better economies of scale through enhanced scale of operations as well as sustenance of healthy contribution to revenue from value added product segment.

Working capital operations are also expected to remain moderately efficient over the medium term driven by realisation from customers within 60 days and inventory holding primarily of raw material (maize) for around 60 days.

Comfortable financial risk profile: The financial risk profile should continue to remain comfortable over the medium term supported by steady accretion to reserves. Networth stood robust at Rs 243 crore as on March 31st, 2025 and has further increased backed by IPO funding of about Rs 210 crore and steady accretion to reserves in the first half of fiscal 2026. Capital structure remains comfortable marked by gearing expected to improve over the medium term amid consolidated capex of ~Rs 450 crore over fiscals 2025-26 which is to be funded largely through term loan of about Rs 300 crore and remaining through promoters' contribution and internal accruals. Debt protection metrics continue to be strong, with interest coverage and net cash accrual to adjusted debt (NCA/AD) ratios at healthy levels in FY2025 and expected to remain healthy going forward supported by healthy profitability generation and interest subsidies availed from the state government towards interest on term loans availed for capex. Going forward, stabilization of the new capacity utilization translating into significant growth in scale of operations leading to steady accretion to reserves and servicing of term debt obligations is critical for strengthening of financial risk profile.

Key Rating Drivers - Weaknesses

Operating margin susceptible to volatility in raw materials prices and regulatory changes: Operations are susceptible to the inherent risks associated with agriculture-based commodity business, such as availability of raw materials, fluctuation in prices, and changes in government regulations. Cost of maize forms about 70% of the operating income. When the price of maize falls significantly, the government implements minimum

support prices at which maize should be sold in the market to protect farmers' interests. This impacts the cost of procurement of maize.

Moreover, bargaining power is limited as majority of the clients are large fast-moving consumer goods and pharmaceutical companies. Furthermore, though the industry is highly consolidated in terms of catering to such customers, significant competition exists among the top 5-6 players.

In fiscal 2023, RRLs profitability was impacted as a result of continuous rise in maize prices and partial cost passthrough; operating margins had deteriorated to 8.42% in fiscal 2023 against 12.90% in fiscal 2022. As maize prices started cooling from May-2023, operating profitability started recovering as reflected in EBITDA margins of 9.50% in fiscal 2024. EBITDA Margin stood improved to 12.38% in fiscal 2025 on the back of healthy volumetric growth supporting scale up of operations thereby enabling better economies of scale, lower maize procurement cost through direct procurement from farmers in close proximity to plant during procurement season, lower storage cost amid expansion of storage silos inhouse as well as lower transportation cost. Margins remained around 10% in Q1FY2026 basis high procurement costs of maize during the non peak season in tandem with higher maize prices post January 2025 amid greater diversion to ethanol production. The operating margin fell largely due to increased raw material prices amid market volatility and the restricted supply of rice from the Food Corporation of India (FCI) for ethanol blending, which led to maize being supplied towards ethanol blending during fiscal 2025 and first half of fiscal 2026. Though prices of maize are stabilizing amid the removal of FCI restrictions, maize prices shall remain a key monitorable. Going forward, enhanced capacities of captive power plant supporting inhouse power generation shall further bring down the power bills, furthermore, realisations shall continue to remain healthy on the back of steady demand scenario in the domestic market. Further, Regaal shall be able to procure better realisations selling greater proportion of value added products in its revenue mix thereby supporting healthy profitability from FY2027 onwards post completion of capex. Going forward, while margins are expected to be supported by improved capacity utilization amid enhanced capacities, better economies of scale through increased operational efficiency measures, better contribution of value added products entailing higher margins to revenue, enhancement of own storage capacity thereby supporting lower maize procurement and logistics cost and favourable sales realisations on the back of healthy demand scenario, profitability will remain susceptible to any sharp volatility in maize prices and offtake by key user sectors. Hence, sustained increase in scale of operations and accretion to reserves backed by improved volumes will remain a key monitorable.

Moderate risks related to on-going capex (capital expenditure): Regaal is under the process of establishing a new capacity to manufacture liquid glucose (LG) with a capacity of 48 tonnes per day (TPD) as well as maltodextrin powder (MDP) with a capacity of 180 TPD and setting up capacity to manufacture DMH (dextrose monohydrate) and DAH (dextrose anhydrous) with an installed capacity of 150 TPD integrating its existing facilities to further add on to its diverse product base which shall in turn support healthy growth in scale of operations over the medium term. Furthermore, the company is also expanding its maize starch extraction capacity by 375 and 525 TPD in a phase wise manner. The total project cost for the same is expected to be financed via a mix of term loan and internal accruals. Both the LG, MDP and maize starch projects are expected to commence operations from FY27 onwards with COD on 1st April, 2026 while DMH, DAH capacities are expected to be operational from H2FY2027 onwards. Given the expectation of healthy scale of operations and profitability from the capex, the capital structure is expected to remain at healthy level despite the capex plans. Considering the company's cost advantage over non-integrated peers as well as expected healthy market conditions, the demand risk is expected to be low. Nevertheless, since the project size is large, the company remains exposed to project implementation and stabilisation risks. Healthy ramp up of operations and stabilisation of revenue generation while maintaining improved EBITDA margins from the maize starch and value added product manufacturing division while sustaining comfortable capital structure and debt protection metrics shall remain a key monitorable.

Liquidity -Strong

Bank limit utilization of fund based limits was around 85% during the past ten months through September 2025. Expected annual cash accrual of over Rs 100-150 crore per annum will be more than sufficient to meet yearly term debt repayment obligation of around Rs 40-80 crore over the medium term. In addition, it shall enhance

financial flexibility to cushion any exigencies, incremental working capital requirement or capex plans of the company. Healthy support from promoters in the form of unsecured loans shall be available if needed with unsecured loans of about Rs 60 crore converted into equity in fiscal 2025 and Rs 88 crore there in the business as on March 31st, 2025. Current ratio is moderate at 1.30 times as on March 31st, 2025. Low gearing and strong network support financial flexibility and provide the necessary financial cushion in case of any adverse conditions or downturn in the business. Incremental working capital requirement is expected to be funded by internal accruals, equity infusion and enhancement in fund as well as non-fund based external borrowings.

Outlook Stable

The company should continue to benefit from its established market position in the maize starch extraction business enabling healthy growth in its operating performance driven by steady demand scenario as well as healthy capacity utilization amid recently enhanced capacities thereby ensuring healthy cash generation. The financial risk profile is likely to remain healthy, despite the capex, driven by steady accretion to network along with comfortable liquidity levels.

Rating sensitivity factors

Upward factors

- Substantial improvement in scale of operations at around Rs 1800 crore driven by volumetric growth and fast ramp up of operations in newly setup capacities post completion of capex and sustenance of improved operating profitability leading to higher cash accruals of over Rs 120 crore on a sustained basis.
- Sustenance of healthy financial risk profile with no large unanticipated debt funded capital expenditure (capex) or acquisition and sustained working capital management thereby supporting sustenance of healthy liquidity levels

Downward factors

- Deterioration in operating performance leading to significant decline in operating profitability, thereby reducing cash accruals below Rs 50 crore per fiscal
- Higher-than-expected debt-funded capex, acquisition, stretch in the working capital cycle or delay in completion and/or ramp up of operations in debt funded capex resulting in material increase in gearing and TOL/TNW levels thereby significantly weakening the financial and liquidity risk profiles

About the Company

Incorporated in 2012 and promoted by Mr Anil Kishorepuria, and family, RRL is engaged in the business of maize starch extraction. The plant is located in Kishanganj, Bihar. The company is engaged in maize starch production, modified starches along with gluten, fiber, husk which are the by products. Products include maize starch (used in food industry & textile), maize Germ (corn oil produced is used in chemical and food industry), maize gluten (used in cattle and poultry feed), maize fiber (cattle feed), native maize starch and modified starch: a plant-based natural starch that is produced from maize, co-products – such as gluten, germ, enriched fibre and fibre as well as value added products – food grade starches such as maize flour, icing sugar, custard powder and baking powder. The company sells its products under the brand name of 'Lion' through its established dealer distributor network. The total maize grinding capacity across all plants currently stands at 825 tonnes per day (TPD) as on June 30th, 2025. The company caters to wide range of industry & niche markets in core sector encompassing pharmaceuticals, personal care products, footwear, tyres, rubber & plastics, paints, alcohol, value added paper, agrochemicals, food and agro products.

The company is currently in the process of expanding its maize grinding capacity by further 825 tonnes per day bringing the capacity at 1650 tonner per day which shall become operational from 1st April 2026 onwards. Further the company is also incurring capex to introduce value added products in its portfolio such as

Maltodextrin powder and Liquid Glucose by 1st April 2026 and DAH (Dextrose Anhydrous) and DMH (Dextrose Monohydrate) by 1st October 2026 which shall further diversify its product portfolio.

Key Financial Indicators (Standalone)*

As on / for the period ended March 31		2025	2024
Operating income	Rs crore	915	600
Reported profit after tax (PAT)	Rs crore	47.67	22.14
PAT margin	%	5.20	3.69
Adjusted debt/adjusted networkth	Times	2.08	2.65
Interest coverage	Times	3.05	2.49

**Crisil Ratings' adjusted financials*

Status of non cooperation with previous CRA: Not applicable

Any other information: Not applicable

Crisil Ratings' complexity levels are assigned to various types of financial instruments and are included (where applicable) in the 'Annexure - Details of Instrument' in this Rating Rationale.

Crisil Ratings will disclose complexity level for all securities - including those that are yet to be placed - based on available information. The complexity level for instruments may be updated, where required, in the rating rationale published subsequent to the issuance of the instrument when details on such features are available.

For more details on the Crisil Ratings' complexity levels please visit www.crisilratings.com. Users may also call the Customer Service Helpdesk with queries on specific instruments

Annexure - Details of Instrument(s)<<REMOVE_EMPTY_MAIL_MERGE>>

ISIN	Name Of Instrument	Date of Allotment	Coupon Rate (%)	Maturity Date	Issue Size (Rs. Crore)	Complexity Levels	Rating Outstanding with Outlook
NA	Cash Credit	NA	NA	NA	245.00	NA	Crisil A-/Stable
NA	Term Loan	NA	NA	31-Mar-32	13.13	NA	Crisil A-/Stable
NA	Term Loan	NA	NA	31-Mar-32	43.45	NA	Crisil A-/Stable
NA	Term Loan	NA	NA	31-Mar-32	30.00	NA	Crisil A-/Stable
NA	Term Loan	NA	NA	31-Mar-32	60.00	NA	Crisil A-/Stable
NA	Term Loan	NA	NA	31-Mar-32	27.00	NA	Crisil A-/Stable
NA	Term Loan	NA	NA	31-Mar-32	66.99	NA	Crisil A-/Stable

NA	Term Loan	NA	NA	31-Mar-32	40.00	NA	Crisil A-/Stable
NA	Term Loan	NA	NA	31-Mar-32	83.20	NA	Crisil A-/Stable
NA	Term Loan	NA	NA	31-Mar-32	16.80	NA	Crisil A-/Stable

Annexure - Rating History for last 3 Years

	Current			2025 (History)		2024		2023		2022		Start of 2022
Instrument	Type	Outstanding Amount	Rating	Date	Rating	Date	Rating	Date	Rating	Date	Rating	Rating
Fund Based Facilities	LT	625.57	Crisil A-/Stable	10-03-25	Crisil BBB+/Positive	16-12-24	Crisil BBB+/Stable		--	30-11-22	Crisil BBB+/Stable / Crisil A2	Withdrawn (Issuer Not Cooperating)*
			--		--	05-01-24	Crisil BBB+/Stable		--		--	--

All amounts are in Rs.Cr.

Annexure – Details of Bank Lenders/Facilities

Facility	Amount (Rs. Crore)	Name of Lender	Rating
Cash Credit	10	ICICI Bank Limited	Crisil A-/Stable
Cash Credit	31	IndusInd Bank Limited	Crisil A-/Stable
Cash Credit	46	HDFC Bank Limited	Crisil A-/Stable
Cash Credit	15	IDFC FIRST Bank Limited	Crisil A-/Stable
Cash Credit	23	Kotak Mahindra Bank Limited	Crisil A-/Stable
Cash Credit	10	RBL Bank Limited	Crisil A-/Stable
Cash Credit	44	Punjab National Bank	Crisil A-/Stable
Cash Credit	29	Axis Bank Limited	Crisil A-/Stable
Cash Credit	10	SBM Bank (India) Limited	Crisil A-/Stable
Cash Credit	27	Bandhan Bank Limited	Crisil A-/Stable

Term Loan	40	Axis Bank Limited	Crisil A-/Stable
Term Loan	83.2	Bandhan Bank Limited	Crisil A-/Stable
Term Loan	16.8	ICICI Bank Limited	Crisil A-/Stable
Term Loan	13.13	ICICI Bank Limited	Crisil A-/Stable
Term Loan	43.45	IndusInd Bank Limited	Crisil A-/Stable
Term Loan	30	HDFC Bank Limited	Crisil A-/Stable
Term Loan	60	IDFC FIRST Bank Limited	Crisil A-/Stable
Term Loan	27	Kotak Mahindra Bank Limited	Crisil A-/Stable
Term Loan	66.99	RBL Bank Limited	Crisil A-/Stable