

Clarification Press Release

Infomerics Nepal would like to clarify with respect to its earlier press release regarding certain rated entities, which has been misinterpreted in some instances as a rating downgrade.

The action undertaken pertains to the placement of ratings under "Credit Watch with Negative Implications" and does not represent any downgrade of the existing credit ratings. Credit Watch is a standard practice among credit rating agencies, used to indicate heightened monitoring of specific developments that may have a potential bearing on the credit profile of entities.

In the present case, the Credit Watch placement has been triggered primarily by developments and risk considerations related to certain promoters/directors of the entities. It is important to note that this does not reflect any deterioration in the standalone or operational fundamentals of the entities themselves. Any potential impact on the entities, if at all, would be contingent upon the extent of linkage and its spillover into their credit profiles.

Infomerics Credit Rating Nepal Limited