

Press Release

Oswal Seeds And Chemicals

14 July, 2017



Rating Update

Total Instruments Rated*	Rs.7.75 Cr #
Long Term Rating	SMERA B Issuer not co-operating*

Refer Annexure for details

* The issuer did not co-operate; Based on best available information.

SMERA has reviewed long-term rating of '**SMERA B' (read as SMERA B)** on the Rs. 7.75 crore bank facilities of Oswal Seeds And Chemicals. This rating is now an indicative rating and is based on best available information.

Non-cooperation by the issuer/borrower

SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer / borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Default Recognition - <https://www.smera.in/criteria-default.htm>
- Manufacturing -

Limitation regarding information availability

The rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity

Established in 2002 by Mr. Sanjay Begani and Mr. Anil Nahata, Oswal Seeds and Chemicals (OSC) is engaged in the processing of agricultural seeds. The firm purchases breeder seeds from government universities and private companies and supplies to farmers on contract basis. These seeds are further processed (cleaning and testing), certified and sold to dealers and farmers in Madhya Pradesh, Maharashtra, Bihar among others.

For FY2014-15, the firm reported profit after tax (PAT) of Rs.0.43 crore on operating income of Rs.58.54 crore, as compared to PAT of Rs.0.38 crore on operating income of Rs.33.43 crore in the previous year.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Term Amount (Rs. Cr.)	Ratings/Outlook
31-Mar-2016	Cash Credit	Long Term	INR 7	SMERA B / Stable
	Term Loan	Term Loan	INR 0.75	SMERA B / Stable

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	7.00	SMERA B Issuer not co-operating*
Term loans	Not Applicable	Not Applicable	Not Applicable	0.75	SMERA B Issuer not co-operating*

*The issuer did not co-operate; Based on best available information

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ABOUT SMERA

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