

Press Release

Oswal Pumps Limited

28 April, 2018

Rating Updated



Total Bank Facilities Rated	Rs. 50.00 crore #
Long Term Rating	SMERA BB+ Issuer not co-operating*
Short Term Rating	SMERA A4+ Issuer not co-operating*

Refer Annexure for details

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

SMERA has reviewed the long term rating of '**SMERA BB+**' (read as **SMERA double B plus**) on the Rs.48.75 crore long term bank facilities and short term rating of '**SMERA A4+**' (read as **SMERA A four plus**) on the Rs. 1.25 crore short term bank facilities of Oswal Pumps Limited (OPL). 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 Entities - <https://www.smera.in/criteria-manufacturing.htm>

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

The Haryana-based, Oswal Pumps Limited incorporated in 2003 is engaged in the manufacture of submersible pumps, electrical motors, pipes, cables and wires. The company sells its product through distributors and dealers. It has also setup offices at Delhi, Jaipur, Pune, Nagpur to name a few.

For FY2015-16, the company reported PAT of Rs.0.78 crore on operating income of Rs.168.06 crore as compared to PAT of Rs.0.81 crore on operating income of Rs.145.96 crore in FY2014-15. The networth stood at Rs.64.09 crore as on 31 March, 2016 as against Rs.60.00 crore the previous year. The networth of Rs.64.09 crore in FY2016 includes quasi-equity of Rs.37.69 crore.

Any other information: "SMERA is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups."

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Crore)	Ratings/Outlook
28 Jan 2017	Cash Credit	Long Term	48.75 (enhanced from Rs. 9.25 crore)	SMERA BB+/Stable (Reaffirmed)
	Bank Guarantee	Short Term	1.25 (enhanced from Rs. 0.75 crore)	SMERA A4+ (Reaffirmed)
22 Apr 2016	Cash Credit	Long Term	9.25	SMERA BB+/Stable (Assigned)
	Bank Guarantee	Short Term	0.75	SMERA A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	48.75	SMERA BB+ Issuer not co-operating*
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	1.25	SMERA A4+ Issuer not co-operating*

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

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ABOUT SMERA

SMERA Ratings Limited is a joint initiative of SIDBI, D&B and leading public and private sector banks in India. SMERA is registered with SEBI, accredited by RBI as an External Credit Assessment Institution (ECAI), under BASEL-II norms for undertaking Bank Loan Ratings. SMERA Bond Ratings is a division of SMERA Ratings Limited responsible for ratings of bank facilities and capital market/money market debt instruments such as Bonds, Debentures, Commercial Papers, Fixed Deposits, Certificate of Deposits, etc. For more details, please visit www.smera.in.

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