

Press Release

Oswal Pumps Limited

January 13, 2022



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	1.25		ACUITE A4+ Reaffirmed Issuer not co-operating*
Bank Loan Ratings	48.75	ACUITE BB- Downgraded Issuer not co-operating*	
Total	50.00	-	-

Rating Rationale

Acuité has downgraded the long-term rating to '**ACUITE BB-**' (read as **ACUITE double B minus**) from '**ACUITE BB**' (read as **ACUITE double B**) and reaffirmed the short term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**)' on the Rs. 50.00 crore bank facilities of Oswal Pumps Limited(OSL). The rating continues to be flagged as "Issuer Not-Cooperating" and is downgraded on account of information risk.

About the Company

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 set up offices at Delhi, Jaipur, Pune and Nagpur, to name a few. The company at present managed by Mr. Amulya Gupta, Mr. Vivek Gupta, Mr. Sachin Gupta, Mr. Padam Sain Gupta, Mr. Naresh Chand Goyal and Mr. Vishal Goel.

Non-cooperation by the issuer/borrower:

Acuité 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 the due date.

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

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). Acuité endeavored to gather information about the entity/industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Rating Sensitivity

"No information provided by the issuer / available for Acuite to comment upon."

Material Covenants

None.

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Outlook

Not Applicable.

Other Factors affecting Rating

None.

Status of non-cooperation with previous CRA

None.

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Applicable Criteria

- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
15 Oct 2020	Bank Guarantee	Short Term	1.25	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	48.75	ACUITE BB (Downgraded and Issuer not co-operating*)
26 Jul 2019	Bank Guarantee	Short Term	1.25	ACUITE A4+ (Issuer not co-operating*)
	Cash Credit	Long Term	48.75	ACUITE BB+ (Issuer not co-operating*)
28 Apr 2018	Cash Credit	Long Term	48.75	ACUITE BB+ (Issuer not co-operating*)
	Bank Guarantee	Short Term	1.25	ACUITE A4+ (Issuer not co-operating*)
28 Jan 2017	Cash Credit	Long Term	48.75	ACUITE BB+ Stable (Reaffirmed)
	Bank Guarantee	Short Term	1.25	ACUITE A4+ (Reaffirmed)
22 Apr 2016	Cash Credit	Long Term	9.25	ACUITE BB+ Stable (Assigned)
	Bank Guarantee	Short Term	0.75	ACUITE A4+ (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Bank Guarantee/Letter of Guarantee	Not Applicable	Not Applicable	Not Applicable	1.25	ACUITE A4+ Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	48.75	ACUITE BB- Downgraded Issuer not co-operating* (from ACUITE BB)

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About Acuité Ratings & Research

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 8,850 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in KanjurMarg, Mumbai.

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