

Press Release

Oswal Polychem (OP)

January 11, 2018

Rating Update



Total Bank Facilities Rated*	Rs. 19.00 Cr. #
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 assigned long-term rating of '**SMERA BB**' (read as **SMERA double B**) and short term rating of '**SMERA A4+**' (read as **SMERA A four plus**) on the Rs.19.00 crore bank facilities of Oswal Polychem (OP). 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 required documents 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>
- Trading Entities: <https://www.smera.in/criteria-trading.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 Delhi-based OP was incorporated in 2012 by Mr. Rajendra Giria and Mr. Chetan Giria. The firm trades in chemicals including PVC resin, plasticisers, EVA polymers among others.

For FY2015-16, the firm reported PAT of Rs.12.79 crore on operating income of Rs.246.27 crore, as compared with profit after tax (PAT) of Rs.2.09 crore on operating income of Rs.181.79 crore in FY2014-15. The net worth stood at Rs.22.24 crore as on March 31, 2016 against Rs.13.12 crore a year earlier.

Rating history (last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
November 08, 2016	Cash Credit	Long Term	14.00	SMERA BB / Stable (Assigned)
	Letter of Credit	Short Term	5.00	SMERA A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Cr.)	Ratings
Cash Credit	Not Applicable	Not Applicable	Not Applicable	14.00	SMERA BB Issuer not co-operating*
Letter of Credit	Not Applicable	Not Applicable	Not Applicable	5.00	SMERA A4+ Issuer not co-operating*

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

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