

Press Release

Oswal Metal

May 19, 2022



Rating Reaffirmed and Issuer not co-operating

| Product | Quantum (Rs. Cr) | Long Term Rating | Short Term Rating |
|------------------------------------|------------------|---|-------------------|
| Bank Loan Ratings | 7.50 | ACUITE B- Reaffirmed Issuer not co-operating* | - |
| Total Outstanding Quantum (Rs. Cr) | 7.50 | - | - |
| Total Withdrawn Quantum (Rs. Cr) | 0.00 | - | - |

Rating Rationale

Acuite has reaffirmed the long-term rating of '**ACUITE B-**' (read as **ACUITE B minus**) on the Rs. 7.50 crore bank facilities of Oswal Metal. The rating continues to be flagged as "Issuer Not-Cooperating" and is based on the best available information.

About the Company

Oswal Metal was established in 1993 as a partnership firm by Mr. Ashok Kumar Jain and his wife Mrs. Pani Devi Jain. The firm is engaged in the manufacturing and trading of stainless steel sheets/Pattas using stainless steel flat as the raw material. The manufacturing plant is located in Jodhpur with an installed capacity to manufacture 250-350 tons per month and average utilization of ~80-85 per cent.

Non-cooperation by the issuer/borrower:

Acuite 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 Acuite'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). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite 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

Not Applicable

Liquidity Position

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

Outlook

Not Applicable

Status of non-cooperation with previous CRA

None

Any other information

Acuite 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>

Note on Complexity Levels of the Rated Instrument

<https://www.acuite.in/view-rating-criteria-55.htm>

Rating History

| Date | Name of Instruments/Facilities | Term | Amount (Rs. Cr) | Rating/Outlook |
|-------------|--------------------------------|-----------|-----------------|--------------------------------------|
| 17 Feb 2021 | Term Loan | Long Term | 0.22 | ACUITE B- (Issuer not co-operating*) |
| | Term Loan | Long Term | 0.48 | ACUITE B- (Issuer not co-operating*) |
| | Proposed Long Term Loan | Long Term | 0.80 | ACUITE B- (Issuer not co-operating*) |
| | Cash Credit | Long Term | 5.00 | ACUITE B- (Issuer not co-operating*) |
| | Term Loan | Long Term | 1.00 | ACUITE B- (Issuer not co-operating*) |
| | Proposed Long Term Loan | Long Term | 0.80 | ACUITE B- (Issuer not co-operating*) |

| | | | | |
|----------------|-------------------------|--------------|------|--|
| 11 Dec 2019 | Term Loan | Long Term | 0.48 | ACUITE B- (Issuer not co- operating*) |
| | Cash Credit | Long Term | 5.00 | ACUITE B- (Issuer not co- operating*) |
| | Term Loan | Long Term | 1.00 | ACUITE B- (Issuer not co- operating*) |
| | Term Loan | Long Term | 0.22 | ACUITE B- (Issuer not co- operating*) |
| 26 Sep 2018 | Cash Credit | Long Term | 5.00 | ACUITE B- Stable (Assigned) |
| | Term Loan | Long Term | 0.22 | ACUITE B- Stable (Assigned) |
| | Proposed Long Term Loan | Long Term | 0.80 | ACUITE B- Stable (Assigned) |
| | Term Loan | Long Term | 1.00 | ACUITE B- Stable (Assigned) |
| | Term Loan | Long Term | 0.48 | ACUITE B- Stable (Assigned) |

Annexure - Details of instruments rated

| Lender's Name | ISIN | Facilities | Date Of Issuance | Coupon Rate | Maturity Date | Quantum (Rs. Cr.) | Rating |
|--|----------------|-------------------------|------------------|----------------|----------------|-------------------|---|
| Small Industries Development Bank of India | Not Applicable | Cash Credit | Not Applicable | Not Applicable | Not Applicable | 5.00 | ACUITE B- Reaffirmed Issuer not co- operating* |
| Not Applicable | Not Applicable | Proposed Long Term Loan | Not Applicable | Not Applicable | Not Applicable | 0.80 | ACUITE B- Reaffirmed Issuer not co- operating* |
| Small Industries Development Bank of India | Not Applicable | Term Loan | Not available | Not available | Not available | 0.22 | ACUITE B- Reaffirmed Issuer not co- operating* |
| Small Industries Development Bank of India | Not Applicable | Term Loan | Not available | Not available | Not available | 0.48 | ACUITE B- Reaffirmed Issuer not co- operating* |
| Small Industries Development Bank of India | Not Applicable | Term Loan | Not available | Not available | Not available | 1.00 | ACUITE B- Reaffirmed Issuer not co- operating* |

Contacts

| Analytical | Rating Desk |
|--|--|
| Aditya Gupta Vice President-Rating Operations Tel: 022-49294041 aditya.gupta@acuite.in | Varsha Bist Senior Manager-Rating Operations Tel: 022-49294011 rating.desk@acuite.in |
| Simran Kesharwani Management Trainee-Rating Operations Tel: 022-49294065 simran.kesharwani@acuite.in | |

About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & 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. Acuité has assigned 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.

Disclaimer: An Acuité rating does not constitute an audit of the rated entity and should not be treated as a recommendation or opinion that is intended to substitute for a financial adviser's or investor's independent assessment of whether to buy, sell or hold any security. Ratings assigned by Acuité are based on the data and information provided by the issuer and obtained from other reliable sources. Although reasonable care has been taken to ensure that the data and information is true, Acuité, in particular, makes no representation or warranty, expressed or implied with respect to the adequacy, accuracy or completeness of the information relied upon. Acuité is not responsible for any errors or omissions and especially states that it has no financial liability whatsoever for any direct, indirect or consequential loss of any kind, arising from the use of its ratings. Ratings assigned by Acuité are subject to a process of surveillance which may lead to a revision in ratings as and when the circumstances so warrant. Please visit our website (www.acuite.in) for the latest information on any instrument rated by Acuité.