

Press Release

Oditi Appliances LLP

September 30, 2022



Rating Downgraded and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	24.00	ACUITE C Downgraded Issuer not co-operating*	-
Total Outstanding Quantum (Rs. Cr)	24.00	-	-
Total Withdrawn Quantum (Rs. Cr)	0.00	-	-

Rating Rationale

Acuite has downgraded its long term rating to '**ACUITE C**' (read as **ACUITE C**) from '**ACUITE BB**' (read as **ACUITE double 'B'**) on the Rs.24.00 crore bank facilities of Oditi Appliances LLP (OAL). This rating is now an indicative rating and is based on best available information. The rating has been downgraded on account of information risk and the information received from credit bureau report indicating delays in servicing of credit facilities.

About the Company

Delhi based OAL is a partnership firm incorporated on January 17, 2017 under the Limited Liability Partnership Act, 2008. The firm is engaged in manufacturing of ceiling fans, electric and gas geysers, LPG stoves and other household appliances. The firm was started as proprietorship firm in 2002. In FY2017, the firm changed its constituency from a proprietorship firm to a partnership firm. As of FY2021, all the proprietorship firms are merged into a single partnership firm, i.e. Oditi Appliances LLP. Mr. Sanjay Pahal, Mrs. Usha Pahal are partners of this firm.

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 due date. Acuite believes that information risk is a critical component in such ratings, and non - cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality. 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 endeavoured 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.

Rating Sensitivities

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.

Key Financials:

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

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

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities: <https://www.acuite.in/view-rating-criteria-59.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
20 Jul 2021	Term Loan	Long Term	3.05	ACUITE BB Stable (Reaffirmed)
	Proposed Bank Facility	Long Term	2.14	ACUITE BB Stable (Reaffirmed)
	Cash Credit	Long Term	16.00	ACUITE BB Stable (Reaffirmed)
	Term Loan	Long Term	1.21	ACUITE BB Stable (Reaffirmed)
	Term Loan	Long Term	1.60	ACUITE BB Stable (Reaffirmed)
16 Jun 2020	Term Loan	Long Term	4.68	ACUITE BB Stable (Assigned)
	Term Loan	Long Term	1.46	ACUITE BB Stable (Assigned)
	Proposed Bank Facility	Long Term	1.86	ACUITE BB Stable (Assigned)
	Cash Credit	Long Term	16.00	ACUITE BB Stable (Assigned)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Quantum (Rs. Cr.)	Rating
UCO Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	16.00	ACUITE C Downgraded Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Long Term Bank Facility	Not Applicable	Not Applicable	Not Applicable	2.14	ACUITE C Downgraded Issuer not co-operating*
UCO Bank	Not Applicable	Term Loan	07-03-2017	10.45	31-10-2024	1.21	ACUITE C Downgraded Issuer not co-operating*
UCO Bank	Not Applicable	Term Loan	07-03-2017	10.45	31-10-2024	3.05	ACUITE C Downgraded Issuer not co-operating*
UCO Bank	Not Applicable	Term Loan	29-04-2020	7.50	30-04-2022	1.60	ACUITE C Downgraded Issuer not co-operating*

Contacts

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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.

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