

Osaw Industrial Products Private Limited

May 24, 2024

| Facilities/Instruments | Amount (₹ crore) | Rating ¹ | Rating Action |
|--|------------------|--|---|
| Long Term Bank Facilities | 20.41 | CARE B+; Stable; ISSUER NOT COOPERATING* | Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB; Stable |
| Long Term / Short Term Bank Facilities | 13.10 | CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING* | Rating continues to remain under ISSUER NOT COOPERATING category and Revised from CARE BB; Stable / CARE A4 |
| Short Term Bank Facilities | 2.90 | CARE A4; ISSUER NOT COOPERATING* | Rating continues to remain under ISSUER NOT COOPERATING category |

Details of instruments/facilities in Annexure-1.

*Issuer did not cooperate; based on best available information.

Rationale and key rating drivers

CARE Ratings Ltd. had, vide its press release dated April 12, 2023, placed the rating(s) of Osaw Industrial Products Private Limited (OIPPL) under the 'issuer non-cooperating' category as OIPPL had failed to provide information for monitoring of the rating and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. OIPPL continues to be non-cooperative despite repeated requests for submission of information through e-mails, phone calls and a letter/email dated February 26, 2024, March 07, 2024, March 17, 2024.

In line with the extant SEBI guidelines, CARE Ratings Ltd. has reviewed the rating on the basis of the best available information which however, in CARE Ratings Ltd.'s opinion is not sufficient to arrive at a fair rating.

Users of this rating (including investors, lenders and the public at large) are hence requested to exercise caution while using the above rating(s).

The ratings assigned to bank facilities of OIPPL have been revised on account of non – availability of requisite information. The revision also considers decline in operating income as well as profitability in FY23 compared to FY22.

Analytical approach: Standalone

Outlook: Stable

Detailed description of the key rating drivers:

Please refer to PR dated [April 12, 2023](#)

Applicable criteria

[CARE Rating's criteria on information adequacy risk and issuer non-cooperation](#)

[Policy on Default Recognition](#)

[Criteria on assigning outlook and credit watch](#)

About the company

Osaw Industrial Products Private Limited (OIPPL) was incorporated as a private limited company in March 1993, currently being managed by Mr. Ajay Sagar, Mrs. Manisha Sagar and Mr. Ashok Yadav. The company is mainly engaged in manufacturing of scientific laboratory instruments for education (schools & colleges) and agriculture sector at its manufacturing facility located at Ambala Cantt, Haryana. The product portfolio largely comprises moisture meter, seed grader, seed germinator, seed grain analyzer, seed cleaner, dal mill, intelligent timer, weighing scale, scientific lab apparatus, etc. The company has in house designing, engineering, R&D and testing facility. The company has Canadian Standards Association (CSA), ISO 9001:20015 and ISO 9001:2008 certifications for its manufacturing facility. The company sells its products under the brand name of "Indosaw" in domestic market. Further, the company is registered with Department of Science and Technology, New Delhi for Research and Development.

¹Complete definition of the ratings assigned are available at www.careedge.in and other CARE Ratings Ltd.'s publications

| Brief Financials (Rs. crore) | March 31, 2022 (A) | March 31, 2023 (A) |
|------------------------------|--------------------|--------------------|
| Total operating income | 43.85 | 30.17 |
| PBILDT | 4.58 | 3.89 |
| PAT | 0.82 | 0.32 |
| Overall gearing (times) | 1.30 | 1.14 |
| Interest coverage (times) | 1.70 | 1.24 |

A-Audited, Note: 'the above results are latest financial results available'.

Status of non-cooperation with previous CRA: ACUITE has continued the ratings assigned to the bank facilities of OIPPL into 'Issuer not-cooperating' category vide press release dated March 02, 2023 on account of non-availability of requisite information from the company.

Any other information: Not Applicable

Rating History for last three years: Please refer Annexure-2

Covenants of rated instrument/facility: Detailed explanation of the covenants of the rated instruments/facilities is given in Annexure-3

Complexity level of various instruments rated for this company: Please refer Annexure-4

Lender details: Please refer Annexure-5

Annexure-1: Details of instruments/facilities

| Name of the Instrument | ISIN | Date of Issuance (DD-MM-YYYY) | Coupon Rate (%) | Maturity Date (DD-MM-YYYY) | Size of the Issue (₹ crore) | Rating Assigned along with Rating Outlook |
|---|------|-------------------------------|-----------------|----------------------------|-----------------------------|--|
| Fund-based - LT-Term Loan | | - | - | March, 2026 | 9.35 | CARE B+; Stable; ISSUER NOT COOPERATING* |
| Fund-based - LT-Working Capital Demand loan | | - | - | May, 2022 | 1.31 | CARE B+; Stable; ISSUER NOT COOPERATING* |
| Fund-based - LT/ ST-Cash Credit | | - | - | - | 13.10 | CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING* |
| Fund-based - ST-Bank Overdraft | | - | - | - | 2.65 | CARE A4; ISSUER NOT COOPERATING* |
| Non-fund-based - LT-Bank Guarantee | | - | - | - | 9.75 | CARE B+; Stable; ISSUER NOT COOPERATING* |
| Non-fund-based - ST-Letter of credit | | - | - | - | 0.25 | CARE A4; ISSUER NOT COOPERATING* |

*Issuer did not cooperate; based on best available information.

Annexure-2: Rating history for the last three years

| Sr. No. | Name of the Instrument/ Bank Facilities | Current Ratings | | | Rating History | | | |
|---------|---|-----------------|------------------------------|--|---|--|---|--|
| | | Type | Amount Outstanding (₹ crore) | Rating | Date(s) and Rating(s) assigned in 2024-2025 | Date(s) and Rating(s) assigned in 2023-2024 | Date(s) and Rating(s) assigned in 2022-2023 | Date(s) and Rating(s) assigned in 2021-2022 |
| 1 | Fund-based - LT/ST-Cash Credit | LT/ST | 13.10 | CARE B+; Stable / CARE A4; ISSUER NOT COOPERATING* | - | 1)CARE BB; Stable / CARE A4; ISSUER NOT COOPERATING* (12-Apr-23) | - | 1)CARE BB; Stable / CARE A4; ISSUER NOT COOPERATING* (09-Feb-22) |
| 2 | Fund-based - LT-Term Loan | LT | 9.35 | CARE B+; Stable; ISSUER NOT COOPERATING* | - | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (12-Apr-23) | - | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (09-Feb-22) |
| 3 | Fund-based - LT-Working Capital Demand loan | LT | 1.31 | CARE B+; Stable; ISSUER NOT COOPERATING* | - | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (12-Apr-23) | - | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (09-Feb-22) |
| 4 | Fund-based - ST-Bank Overdraft | ST | 2.65 | CARE A4; ISSUER NOT COOPERATING* | - | 1)CARE A4; ISSUER NOT COOPERATING* (12-Apr-23) | - | 1)CARE A4; ISSUER NOT COOPERATING* (09-Feb-22) |
| 5 | Non-fund-based - LT-Bank Guarantee | LT | 9.75 | CARE B+; Stable; ISSUER NOT COOPERATING* | - | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (12-Apr-23) | - | 1)CARE BB; Stable; ISSUER NOT COOPERATING* (09-Feb-22) |
| 6 | Non-fund-based - ST-Letter of credit | ST | 0.25 | CARE A4; ISSUER NOT COOPERATING* | - | 1)CARE A4; ISSUER NOT COOPERATING* (12-Apr-23) | - | 1)CARE A4; ISSUER NOT COOPERATING* (09-Feb-22) |

*Issuer did not cooperate; based on best available information.

LT: Long term; ST: Short term; LT/ST: Long term/Short term

Annexure-3: Detailed explanation of covenants of the rated instruments/facilities: Not Applicable

Annexure-4: Complexity level of the various instruments rated

| Sr. No. | Name of the Instrument | Complexity Level |
|---------|---|------------------|
| 1 | Fund-based - LT-Term Loan | Simple |
| 2 | Fund-based - LT-Working Capital Demand loan | Simple |
| 3 | Fund-based - LT/ ST-Cash Credit | Simple |
| 4 | Fund-based - ST-Bank Overdraft | Simple |
| 5 | Non-fund-based - LT-Bank Guarantee | Simple |
| 6 | Non-fund-based - ST-Letter of credit | Simple |

Annexure-5: Lender details

To view the lender wise details of bank facilities please [click here](#)

Note on the complexity levels of the rated instruments: CARE Ratings has classified instruments rated by it on the basis of complexity. Investors/market intermediaries/regulators or others are welcome to write to care@careedge.in for any clarifications.

Contact us

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About us:

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