

Oasis Tradelink Limited (Revised)

May 19, 2020

Ratings

Facilities	Amount (Rs. crore)	Ratings ¹	Rating Action
Long term Bank Facilities	15.00	CARE D; Issuer Not Cooperating [Single D; ISSUER NOT COOPERATING*]	Issuer not cooperating; Based on best available information
Short term Bank Facilities	15.00	CARE D; Issuer Not Cooperating [Single D; ISSUER NOT COOPERATING*]	Issuer not cooperating; Based on best available information
Total Facilities	30.00 (Rupee Thirty Crore only)		

Details of instruments/facilities in Annexure-1
Detailed Rationale & Key Rating Drivers

CARE had, vide press release dated May 25, 2019, had reviewed the ratings of Oasis Tradelink Limited (OTL) under the 'Issuer Non-cooperating' category as the company had failed to provide information for monitoring of the ratings and had not paid the surveillance fees for the rating exercise as agreed to in its Rating Agreement. OTL continues to be non-cooperative despite requests for submission of information through e-mails, phone calls and a letter/e-mail dated May 13, 2020. In line with the extant SEBI guidelines, CARE has reviewed the rating on the basis of the best available information which however, in CARE'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.

Detailed description of the key rating drivers

At the time of last rating on May 25, 2019, the following were the rating strengths and weaknesses (updated based on the best available information).

Key Rating Weaknesses

Ongoing delays in debt servicing: As per interaction with the banker there are ongoing delays in debt servicing owing to the stretched liquidity and weak financial profile of the company.

Analytical approach: Standalone

Applicable Criteria:

[Policy in respect of Non-cooperation by issuer](#)

[CARE's Policy on Default Recognition](#)

[Criteria for Short Term Instruments](#)

[Rating Methodology - Manufacturing Companies](#)

[Financial ratios – Non-Financial Sector](#)

About the Company

Ahmedabad-based OTL, incorporated in 1996 as Oasis Tradelink Private Limited, is engaged in the business of edible oil packaging, branding and marketing. OTL sells its product under the brand name of 'Maruti' which is a well-recognized name in edible oil segment in Gujarat. It primarily procures wash oil from the seed crushers and gets it refined from other oil refining entities on job-work basis, post which, it carries out the packaging, marketing and distribution of the end products. OTL is promoted by Mr. Snehal B. Patel and his family members and has a packaging unit in Kadi, Gujarat.

¹Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications

*Issuer did not cooperate; Based on best available information

Brief Financials of OTL are tabulated below:

Brief Financials (Rs. crore)	FY18 (A)	FY19 (A)
Total operating income	514.55	148.49
PBILDT	6.99	-52.41
PAT	2.40	-56.04
Overall gearing (times)	1.49	NM
Interest coverage (times)	1.93	NM

A: Audited; NM – Not Meaningful.

Status of non-cooperation with previous CRA: Not Applicable

Any other information: Not Applicable

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

Annexure-1: Details of Instruments/Facilities

Name of the Instrument	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. crore)	Rating assigned along with Rating Outlook
Fund-based - LT-Cash Credit	-	-	-	15.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information
Non-fund-based - ST-ILC/FLC	-	-	-	15.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information

*Issuer did not cooperate; based on best available information

Annexure-2: Rating History of last three years

Sr. No.	Name of the Instrument/Bank Facilities	Current Ratings			Rating History			
		Type	Amount Outstanding (Rs. crore)	Rating	Date(s) & Rating(s) assigned in 2020-2021	Date(s) & Rating(s) assigned in 2019-2020	Date(s) & Rating(s) assigned in 2018-2019	Date(s) & Rating(s) assigned in 2017-2018
1.	Fund-based - LT-Cash Credit	LT	15.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	-	1)CARE D; ISSUER NOT COOPERATING* (25-Mar-19) 2)CARE D (07-Sep-18) 3)CARE BB; Stable (24-Aug-18) 4)CARE BBB-; Stable (05-Apr-18)	-
2.	Non-fund-based - ST-ILC/FLC	ST	15.00	CARE D; ISSUER NOT COOPERATING* Issuer not cooperating; Based on best available information	-	-	1)CARE D; ISSUER NOT COOPERATING* (25-Mar-19) 2)CARE D (07-Sep-18) 3)CARE A4 (24-Aug-18) 4)CARE A3 (05-Apr-18)	-

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

Note on complexity levels of the rated instrument: CARE has classified instruments rated by it on the basis of complexity. This classification is available at www.careratings.com. Investors/market intermediaries/regulators or others are welcome to write to care@careratings.com for any clarifications.

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About CARE Ratings:

CARE Ratings commenced operations in April 1993 and over two decades, it has established itself as one of the leading credit rating agencies in India. CARE is registered with the Securities and Exchange Board of India (SEBI) and also recognized as an External Credit Assessment Institution (ECAI) by the Reserve Bank of India (RBI). CARE Ratings is proud of its rightful place in the Indian capital market built around investor confidence. CARE Ratings provides the entire spectrum of credit rating that helps the corporates to raise capital for their various requirements and assists the investors to form an informed investment decision based on the credit risk and their own risk-return expectations. Our rating and grading service offerings leverage our domain and analytical expertise backed by the methodologies congruent with the international best practices.

Disclaimer

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Our ratings do not factor in any rating related trigger clauses as per the terms of the facility/instrument, which may involve acceleration of payments in case of rating downgrades. However, if any such clauses are introduced and if triggered, the ratings may see volatility and sharp downgrades.

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