

August 18, 2023

## Omkar Fertilisers Private Limited: Continues to remain under issuer Non-Cooperating category

### Summary of rating action

Instrument <sup>^</sup>	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long Term-Cash Credit	1.50	1.50	[ICRA]B (Stable); ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
Long Term-Fund Based- Term Loan	2.80	2.80	[ICRA]B (Stable); ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
Long Term /Short Term-Unallocated	5.70	5.70	[ICRA]B (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING*; Rating Continues to remain under issuer not cooperating category
<b>Total</b>	<b>10.00</b>	<b>10.00</b>	

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

<sup>^</sup>Instrument details are provided in Annexure-1

### Rationale

ICRA has kept the long-term and short-term ratings for the bank facilities of Omkar Fertilisers Private Limited in the 'Issuer Not Cooperating' category. The ratings are denoted as "[ICRA]B (Stable)/[ICRA]A4; ISSUER NOT COOPERATING".

ICRA has been trying to seek information from the entity so as to monitor its performance. Further, ICRA has been sending repeated reminders to the entity for payment of surveillance fee that became due but despite repeated requests by ICRA, the entity's management has remained non-cooperative. The current rating action has been taken by ICRA basis best available/dated/ limited information on the issuers' performance. Accordingly, the lenders, investors and other market participants are advised to exercise appropriate caution while using this rating as the rating may not adequately reflect the credit risk profile of the entity. The rating action has been taken in accordance with ICRA's policy in respect of non-cooperation by a rated entity available at [www.icra.in](http://www.icra.in).

Please refer to the following link for the previous detailed rationale that captures the Key rating drivers and their description, Liquidity position, Rating sensitivities: [Click here](#). ICRA is unable to provide the latest information because of non-cooperation by the entity.

### Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	<a href="#">Policy in respect of non-cooperation by the rated entity</a> <a href="#">Corporate Credit Rating Methodology</a> <a href="#">Rating Methodology Fertilizers</a>
Parent/Group Support	Not Applicable
Consolidation/Standalone	Standalone

## About the company

Omkar Fertilisers Private Limited was incorporated in the year 2010 to start a plant with a capacity of 30000 TPA for the manufacturing of NPK Fertilizers. The total project cost was Rs.8.50 crore which was funded by Rs.4.50 crore of debt and Rs.4.00 crore of equity. The company started its commercial production in the month of June, 2013. The company has its plant in the west Godavari district of Andhra Pradesh. It is currently involved in the manufacturing of Soil Conditioner and has recently started manufacturing NPK fertilizers from September 2015 as the basic infrastructure required for the manufacture of both soil conditioners and NPK fertilisers are the same.

## Key financial indicators:

	FY2021	FY2022
Operating income (Rs. Crore)	23.5	43.4
PAT (Rs. Crore)	1.0	2.1
OPBDIT/OI	11.6%	9.2%
PAT/OI	4.3%	4.8%
Total outside liabilities/Tangible net worth (times)	1.8	1.7
Total debt/OPBDIT (times)	4.4	3.0
Interest coverage (times)	3.2	3.1

Source-Company

PAT: Profit after Tax; OPBDIT: Operating Profit before Depreciation, Interest, Taxes and Amortisation

## Status of non-cooperation with previous CRA: Not Applicable

## Any other information: Not Applicable

## Rating history for past three years

	Instrument	Current Rating (FY2024)				Chronology of Rating History for the past 3 years			
		Type	Amou nt Rated (Rs. crore)	Amount Outstan ding (Rs. Crore)	Date & Rating in	Date & Rating in FY2023	Date & Rating in FY2022	Date & Rating in FY2020	
					18-Aug-2023	17-Jun-2022	24-May-2021	17-Feb-2020	
1	Cash Credit	Long Term	1.50	-	[ICRA]B (Stable); ISSUER NOT COOPERATING	[ICRA]B (Stable); ISSUER NOT COOPERATING	[ICRA]B (Stable); ISSUER NOT COOPERATING	[ICRA]B (Stable); ISSUER NOT COOPERATING	
2	Term Loan	Long Term	2.80	-	[ICRA]B (Stable); ISSUER NOT COOPERATING	[ICRA]B (Stable); ISSUER NOT COOPERATING	[ICRA]B (Stable); ISSUER NOT COOPERATING	[ICRA]B (Stable); ISSUER NOT COOPERATING	
3	Unallocated	Long Term/ Short Term	5.70	-	[ICRA]B (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING	[ICRA]B (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING	

### Complexity level of the rated instrument

Instrument	Complexity Indicator
Cash Credit	Simple
Term Loan	Simple
Unallocated	Not Applicable

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional, or legal aspects. Details on the complexity levels of the instruments, is available on ICRA's website: [Click Here](#)

## Annexure-1: Instrument details

ISIN No	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (RS Crore)	Current Rating and Outlook
NA	Cash Credit	-	-	-	1.50	[ICRA]B (Stable); ISSUER NOT COOPERATING
NA	Term Loan	-	-	-	2.80	[ICRA]B (Stable); ISSUER NOT COOPERATING
NA	Unallocated	-	-	-	5.70	[ICRA]B (Stable)/ [ICRA]A4; ISSUER NOT COOPERATING

Source: Omkar Fertilisers Private Limited

## Annexure-2: List of entities considered for consolidated analysis: Not Applicable

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