

November 28, 2025

Oswal Woollen Mills Limited: Ratings withdrawn

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Long-term Fund-based Cash Credit	320.00	320.00	[ICRA]BBB+ (Stable); withdrawn
Long-term Fund-based Term Loans	91.50	91.50	[ICRA]BBB+ (Stable); withdrawn
Long-term Interchangeable	(14.0)	(14.0)	[ICRA]BBB+ (Stable); withdrawn
Long-term Unallocated	28.50	28.50	[ICRA]BBB+ (Stable); withdrawn
Short-term Non-fund Based	110.00	110.00	[ICRA]A2; withdrawn
Total	550.00	550.00	

*Instrument details are provided in Annexure I

Rationale

ICRA has withdrawn the ratings assigned to the bank facilities of Oswal Woollen Mills Limited (OWM) at the request of the company and based on the no-objection certificate (NOC) received from the bankers, and in accordance with ICRA's policy on withdrawal of credit ratings. ICRA does not have information to suggest that the credit risk has changed since the time the ratings were last reviewed.

The Key rating drivers, Liquidity position and Rating sensitivities have not been captured as the rated instruments are being withdrawn. The previous detailed rating rationale is available at the following link: [Click here](#)

Analytical approach

Analytical approach	Comments
Applicable rating methodologies	Corporate Credit Rating Methodology Textiles - Spinning Textiles - Fabric Policy on withdrawal of ratings
Parent/Group support	Not applicable
Consolidation/Standalone	The ratings are based on the standalone financials of the company

About the company

Incorporated in 1949, OWM manufactures worsted woollen yarn, cotton yarn and denim fabric. The company's manufacturing units in Ludhiana (Punjab), Lalru (near Chandigarh) and Bhopal (Madhya Pradesh) have a combined capacity of ~41,588 spindles for worsted woollen spinning, ~49,798 spindles and 2,784 rotors for cotton spinning and looms for weaving denim fabric. Additionally, the company is present in the renewable energy space (13.2 MW of wind and solar projects across states), and the real estate sector. It owns a commercial property in Gurgaon (Haryana), which provides regular rental income. The company has also diversified into the warehousing segment through its subsidiary.

OWM is a part of the Ludhiana-based Nahar Group, which was incorporated by Mr. Vidya Sagar Oswal, father of Mr. Jawahar Lal Oswal, the present Chairman and Managing Director of the company. The other companies in the Nahar Group include MCFL, NIEL, Nahar Spinning Mills Limited and Nahar Capital and Financial Services Limited.

Key financial indicators (audited)

Standalone	FY2024	FY2025
Operating income	894.3	791.3
PAT	(31.9)	10.4
OPBDIT/OI	2.8%	4.5%
PAT/OI	(3.6%)	1.3%
Total outside liabilities/Tangible net worth (times)	0.8	0.8
Total debt/OPBDIT (times)	13.0	9.0
Interest coverage (times)	0.9	1.4

PAT: Profit after tax; OPBDIT: Operating profit before depreciation, interest, taxes and amortisation; Amount in Rs. crore

Status of non-cooperation with previous CRA: Not applicable

Any other information: None

Rating history for past three years

Instrument	Current ratings (FY2026)					Chronology of rating history for the past 3 years					
	Type	Amount rated (Rs crore)	Nov 28, 2025	FY2026		FY2025		FY2024		FY2023	
				Date	Rating	Date	Rating	Date	Rating	Date	Rating
Fund-based-Cash credit	Long Term	320.00	[ICRA]BBB+ (Stable); withdrawn	Jul 15, 2025	[ICRA]BBB+ (Stable)	Aug 22, 2024	[ICRA]A- (Stable)	Jun 30, 2023	[ICRA]A (Stable)	Jun 09, 2022	[ICRA]A (Stable)
				-	-	-	-	-	-	Mar 31, 2023	[ICRA]A (Stable)
Interchangeable limits-Others	Long Term	(14.00)	[ICRA]BBB+ (Stable); withdrawn	Jul 15, 2025	[ICRA]BBB+ (Stable)	Aug 22, 2024	[ICRA]A- (Stable)	Jun 30, 2023	[ICRA]A (Stable)	Jun 09, 2022	[ICRA]A (Stable)
				-	-	-	-	-	-	Mar 31, 2023	[ICRA]A (Stable)
Fund-based-Term loan	Long Term	91.50	[ICRA]BBB+ (Stable); withdrawn	Jul 15, 2025	[ICRA]BBB+ (Stable)	Aug 22, 2024	[ICRA]A- (Stable)	Jun 30, 2023	[ICRA]A (Stable)	Jun 09, 2022	[ICRA]A (Stable)
				-	-	-	-	-	-	Mar 31, 2023	[ICRA]A (Stable)

Unallocated limits- Unallocated limits	Long Term	28.50	[ICRA]BBB+ (Stable); withdrawn	Jul 15, 2025	[ICRA]BBB+ (Stable)	Aug 22, 2024	[ICRA]A- (Stable)	Jun 30, 2023	[ICRA]A (Stable)	Jun 09, 2022	[ICRA]A (Stable)
				-	-	-	-	-	-	Mar 31, 2023	[ICRA]A (Stable)
Non-fund based- Others	Short Term	110.00	[ICRA]A2; withdrawn	Jul 15, 2025	[ICRA]A2	Aug 22, 2024	[ICRA]A2+	Jun 30, 2023	[ICRA]A2+	Jun 09, 2022	[ICRA]A2+
				-	-	-	-	-	-	Mar 31, 2023	[ICRA]A2+
Commercial Paper	Short Term			-	-	-	-	Jun 30, 2023	[ICRA]A2+; withdrawn	Jun 09, 2022	[ICRA]A2+
				-	-	-	-	-	-	Mar 31, 2023	[ICRA]A2+

Complexity level of the rated instruments

Instrument	Complexity indicator
Long-term Fund-Based Cash Credit	Simple
Long-term Fund-Based Term Loans	Simple
Long-term Interchangeable	Very simple
Long-term Unallocated	Not applicable
Short-term Non-Fund-Based	Very simple

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 are available on ICRA's website: [Click here](#)

Annexure I: Instrument details

ISIN	Instrument name	Date of issuance	Coupon rate	Maturity	Amount rated (Rs. crore)	Current rating and outlook
NA	Long-term Fund-Based Cash Credit	NA	NA	NA	320.00	[ICRA]BBB+ (Stable);withdrawn
NA	Long-term Fund-Based Term Loans	FY2019	NA	FY2032	91.50	[ICRA]BBB+ (Stable);withdrawn
NA	Long-term Non-Fund-Based	NA	NA	NA	(14.0)	[ICRA]BBB+ (Stable);withdrawn
NA	Long-term Unallocated	NA	NA	NA	28.50	[ICRA]BBB+ (Stable);withdrawn
NA	Short-term Non-Fund-Based	NA	NA	NA	110.00	[ICRA]A2;withdrawn

Source: Company

[Please click here to view details of lender-wise facilities rated by ICRA](#)

Annexure II: List of entities considered for consolidated analysis– Not applicable

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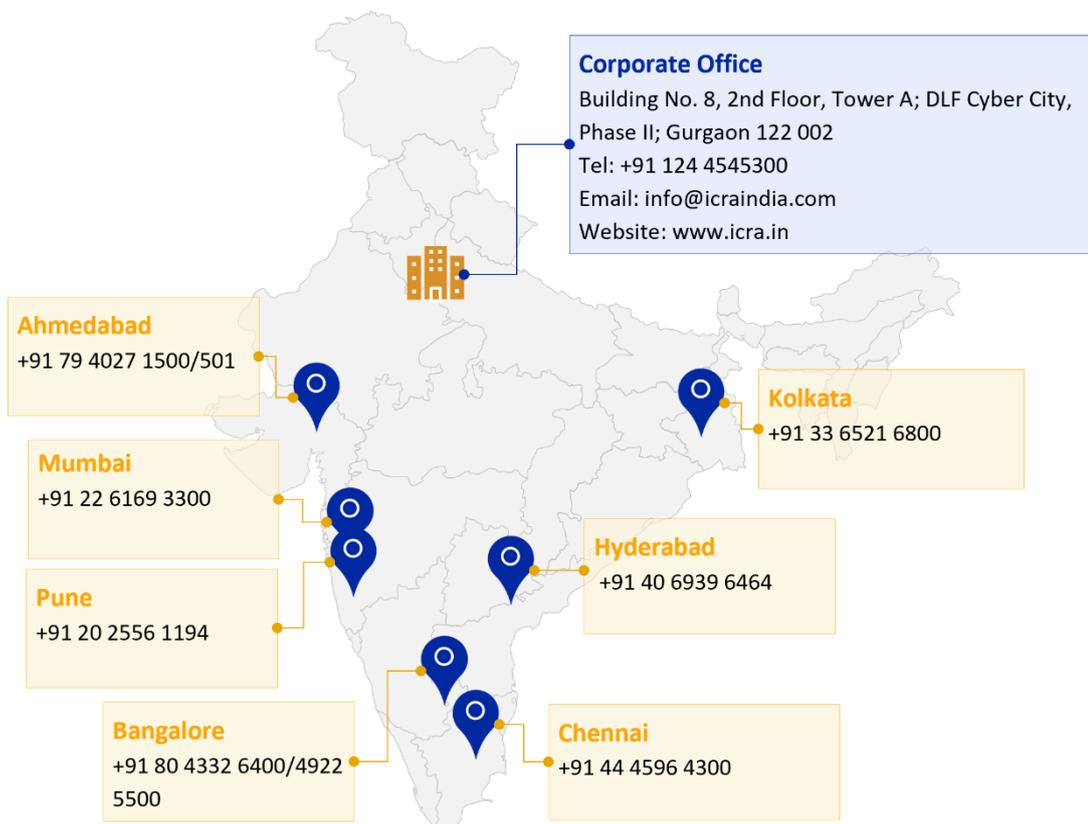
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