

Omegga Power Industry Pvt. Ltd.

Instrument	Amount	Rating Action
	In Rs. Crore	
FBWC Limits	3.50	[ICRA]B-; (assigned)
Term Loan Limit	1.25	[ICRA]B-; (assigned)
Non Fund Based Limits	1.25	[ICRA]A4; (assigned)
Total	6.00	

ICRA has assigned its long term rating of [ICRA]B- (pronounced ICRA B minus) to the Rs. 3.50 crore* fund based working capital limits and Rs.1.25 crore term loan of Omegga Power Industry Pvt. Ltd (OPIPL). ICRA has also assigned its short term rating of [ICRA]A4 (pronounced ICRA A four) to the Rs.1.25 crore non fund based limits of the company†.

ICRA's ratings are constrained by OPIPL's relatively modest scale of operations and its weak profitability as reflected in the decline in its operating income in FY15 and losses at the operating and net level, on account of limited orders from players in the transmission sector. The ratings are also constrained by the company's highly leveraged capital structure and moderate order book position which limits revenue visibility. The ratings, however, derive support from the long standing experience of the promoters in the electrical industry, diversification in business line and its reputed client profile.

Going forward, OPIPL's ability to secure new orders, successfully ramp up the capacity utilisation of its new wires manufacturing plant, thereby registering an improvement in scale and profitability, along with an improvement in leverage will be the key rating sensitivities.

Company Profile

OPIPL was incorporated in 2011 by Mr. Ajay Agarwal and Mrs. Monia Agarwal. OPIPL manufactures various types of transmission and stringing tools, clamps and equipment. The company also manufactures customized products as per the requirements of its customers. OPIPL has also set up plant and machinery for manufacturing steel wire ropes. The major customers of the company are reputed players such as Power Grid Corporation of India Limited, L&T Ltd, Tata Projects Ltd, EMC Ltd etc.

Recent Results

OPIPL incurred a net loss of Rs. 2.68 crore on an operating income of Rs. 3.03 crore in FY 2014-15, as compared to a net profit of Rs. 0.15 crore on an operating income of Rs. 13.72 crore in the previous year.

December, 2015

For further details please contact:

Analyst Contacts:

Mr. Sabyasachi Majumdar (Tel. No. +91 124 4545304)
sabyasachi@icraindia.com

Relationship Contacts:

Mr. Vivek Mathur (Tel. No. +91-124-4545310)
vivek@icraindia.com

* 1 crore=10 million

† For complete rating scale and definitions, please refer to ICRA's website www.icra.in or other ICRA Rating Publications



© Copyright, 2016, ICRA Limited. All Rights Reserved.

Contents may be used freely with due acknowledgement to ICRA

ICRA ratings should not be treated as recommendation to buy, sell or hold the rated debt instruments. ICRA ratings are subject to a process of surveillance, which may lead to revision in ratings. An ICRA rating is a symbolic indicator of ICRA's current opinion on the relative capability of the issuer concerned to timely service debts and obligations, with reference to the instrument rated. Please visit our website www.icra.in or contact any ICRA office for the latest information on ICRA ratings outstanding. All information contained herein has been obtained by ICRA from sources believed by it to be accurate and reliable, including the rated issuer. ICRA however has not conducted any audit of the rated issuer or of the information provided by it. While reasonable care has been taken to ensure that the information herein is true, such information is provided 'as is' without any warranty of any kind, and ICRA in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Also, ICRA or any of its group companies may have provided services other than rating to the issuer rated. All information contained herein must be construed solely as statements of opinion, and ICRA shall not be liable for any losses incurred by users from any use of this publication or its contents.

**Registered Office****ICRA Limited**

1105, Kailash Building, 11th Floor, 26, Kasturba Gandhi Marg, New Delhi 110001
Tel: +91-11-23357940-50, Fax: +91-11-23357014

Corporate Office**Mr. Vivek Mathur**

Mobile: **9871221122**

Email: vivek@icraindia.com

Building No. 8, 2nd Floor, Tower A, DLF Cyber City, Phase II, Gurgaon 122002
Ph: +91-124-4545310 (D), 4545300 / 4545800 (B) Fax; +91- 124-4050424

Mumbai**Mr. L. Shivakumar**

Mobile: **9821086490**

Email: shivakumar@icraindia.com

1802, 18th Floor, Tower 3,
Indiabulls Finance Centre,
Senapati Bapat Marg,
Elphinstone, Mumbai 400013,
Board : +91-22-61796300; Fax: +91-22-24331390

Kolkata**Mr. Jayanta Roy**

Mobile: **+91 9903394664**

Email: jayanta@icraindia.com

A-10 & 11, 3rd Floor, FMC Fortuna
234/3A, A.J.C. Bose Road
Kolkata—700020
Tel +91-33-22876617/8839 22800008/22831411,
Fax +91-33-22870728

Chennai**Mr. Jayanta Chatterjee**

Mobile: **9845022459**

Email: jayantac@icraindia.com

5th Floor, Karumuttu Centre
634 Anna Salai, Nandanam
Chennai—600035
Tel: +91-44-45964300; Fax: +91-44 24343663

Bangalore**Bangalore****Mr. Jayanta Chatterjee**

Mobile: **9845022459**

Email: jayantac@icraindia.com

'The Millenia'
Tower B, Unit No. 1004, 10th Floor, Level 2 12-14, 1 & 2,
Murphy Road, Bangalore 560 008
Tel: +91-80-43326400; Fax: +91-80-43326409

Ahmedabad**Mr. L. Shivakumar**

Mobile: **989986490**

Email: shivakumar@icraindia.com

907 & 908 Sakar -II, Ellisbridge,
Ahmedabad- 380006
Tel: +91-79-26585049, 26585494, 26584924; Fax: +91-
79-25569231

Pune**Mr. L. Shivakumar**

Mobile: **989986490**

Email: shivakumar@icraindia.com

5A, 5th Floor, Symphony, S.No. 99, CTS 3909, Range Hills
Road, Shivajinagar, Pune-411 020
Tel: + 91-20-25561194-25560196; Fax: +91-20-25561231

Hyderabad**Mr. Jayanta Chatterjee**

Mobile: **9845022459**

Email: jayantac@icraindia.com

4th Floor, Shobhan, 6-3-927/A&B, Somajiguda, Raj
Bhavan Road, Hyderabad—500083
Tel:- +91-40-40676500