

BWR/BLR/DEL/SRC/SG /2875/2020-21
27 Jul 2020

Mr. Pramod Kumar Gupta
 Managing Director
United Drilling Tools Ltd.
 A-22, Phase II, Noida,
 Gautam Budh Nagar, ,
 Uttar Pradesh-201305

Dear Sir,

Sub: Ratings of Bank Loan Facilities of *United Drilling Tools Ltd.* aggregating ₹ 48.09 Crores (₹ Forty Eight crores and Nine Lakhs Only).

Ref: (i) (i) Your mandate dated 19th June 2020

(ii) BWR rating letter BWR/BLR/DEL/IRC/RK/0875/2019-20 dated 27th May 2019 advising ratings for your bank loans.

Thank you for giving us an opportunity to undertake the review of Rating of the Bank Loan facilities sanctioned to your company. Based on the information and clarifications provided by you, we are pleased to inform you that ***United Drilling Tools Ltd*** Bank Loan Facilities amounting to ₹48.09 crs have been revised as follows:

Facility	Previous Limits ₹ Crores	Present Limits ₹ Crores	Tenure	Rating History (May'19)	Review Ratings*
Fund Based	20.40	-	Long Term	BWR BBB-Stable	-
	-	25.07	Short Term	-	BWR A3+ Upgrade
Non-Fund Based	20.40	17.02	Short Term	BWR A3	
	-	6.00	Long Term	-	BWR BBB Stable Upgrade
Total	40.80	48.09	₹ Forty Eight crores and Nine Lakhs Only		

*For definition of the ratings please refer to our website www.brickworkratings.com

Note: Details of bank wise facilities is as per Annexure-I



United Drilling Tools Ltd.

The Ratings are valid for twelve months from this letter and subject to terms and conditions as per your mandate letter dated **19 Jun 2020** and other correspondence, if any and Brickwork Ratings' standard disclaimer appended at the end of this letter. **You are requested to provide No Default statement on a monthly basis.**

The rated bank loan facilities would be under surveillance during the said period. You are required to submit information periodically as per Annexure-II for the purpose of surveillance/review. You are also required to keep us informed of any information/ development that may affect your Company's finances/performance without any delay.

Best Regards,

A handwritten signature in black ink, appearing to read "Satvinder Kumar Gakhar", written over a horizontal line.

Satvinder Kumar Gakhar
Associate Director - Ratings

Note: Rating Rationale of all accepted Ratings are published on Brickwork Ratings website. All non-accepted ratings are also published on Brickwork Ratings web-site . Interested persons are well advised to refer to our website www.brickworkratings.com, If they are unable to view the rationale, they are requested to inform us on brickworkhelp@brickworkratings.com.

Disclaimer: Brickwork Ratings (BWR) has assigned the rating based on the information obtained from the issuer and other reliable sources, which are deemed to be accurate. BWR has taken considerable steps to avoid any data distortion; however, it does not examine the precision or completeness of the information obtained. And hence, the information in this report is presented "as is" without any express or implied warranty of any kind. BWR does not make any representation in respect to the truth or accuracy of any such information. The rating assigned by BWR should be treated as an opinion rather than a recommendation to buy, sell or hold the rated instrument and BWR shall not be liable for any losses incurred by users from any use of this report or its contents. BWR has the right to change, suspend or withdraw the ratings at any time for any reasons.

Annexure-I
Details of Bank Facilities

₹ Crores

Name of the Bank	Name of Facility	Tenure	Present Limits
Allahabad Bank	Packing Credit	Short Term	10.35
	Gold Card Facility	Short Term	2.07
	L/C	Short Term	2.60
	Gold Card Facility	Short Term	1.72
	BG	Short Term	6.00
	LER Limit	Short Term	0.35
Axis Bank	Packing Credit	Short Term	12.65
	LC	Short Term	6.00
	BG	Long Term	6.00
	LER Limit	Short Term	0.35
	Total		48.09



United Drilling Tools Ltd.

Annexure-II

The following documents/ information should be submitted to BWR:

1. Confirmation from the Company that all the terms and conditions stipulated in the Bank's Term loan sanction letter has been fully complied with.
2. Certified copy of periodical book debts/bills receivables statements submitted to the bank.
3. Confirmation about payment of installment and interest as and when paid.
4. Schedule of Term Loan installments and Interest due and payment made so far.
5. Certified copy of Quarterly Information Statements (QIS) and Half Yearly Information Statements (HYIS) submitted to the bank.
6. Certified copy of Banks' Statements of Accounts on a quarterly basis.
7. Quarterly / Half yearly financial statements (unaudited or with limited review) and Annual financial statements (provisional as well as audited).
8. Information on delays/defaults in servicing bank loans, letters of credit, letters of guarantee, NCDs, bonds and other borrowings, if any, by the Company as at the end of March, June, September and December each year.
9. Information on delays / defaults in servicing of debt obligations of any subsidiary/other group companies, if any, as at the end of March, June, September and December each year.
10. Any other statement / information sought by BWR from time to time.
11. All the aforesaid information shall be mailed to dat@brickworkratings.com