



BWR/BLR/DEL/SRC/TS/4498/2021-22

24Sep2021

Mr. Mukesh Mehta

General Manager- F&A

United Drilling Tools Ltd.

A-22, Phase II, Noida Gautam Budh Nagar,

Noida Phase II,201305

Uttar Pradesh

Dear Sir,

Sub: Rating of the Bank Loan Facilities of United Drilling Tools Ltd. amounting to Rs.58.09 Crs. (Rupees Fifty Eight Crores and Nine lakhs Only).

Thank you for giving us an opportunity to undertake the Rating of the Bank Loan facilities sanctioned/proposed to your entity. Based on the information and clarifications provided by you, we are pleased to inform you that United Drilling Tools Ltd. bank loan facilities aggregating Rs.58.09Crs. have been assigned ratings as follows:

Facilities**	Amount (Rs.Crs.)		Tenure	Rating#	
	Previous	Present		Previous(30 Jul 2020)	Present
Fund Based					
Packing Credit in Foreign Currency (PCFC) -Sanctioned	23.00	22.35	Short Term	BWR A3+ Upgrade	BWR A3 + Reaffirmation
Standby Line of Credit -Sanctioned	02.07	02.07			
Sub Total	25.07	24.42			
Non-Fund Based					
Bank Guarantee -Sanctioned	06.00	11.00	Long Term	BWR BBB/(Stable) Upgrade	BWR BBB /Stable Reaffirmation
Bank Guarantee -Sanctioned	06.00	06.00	Short Term	BWR A3+ Upgrade	BWR A3 + Reaffirmation



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Facilities**	Amount (Rs.Crs.)		Tenure	Rating#	
	Previous	Present		Previous(30 Jul 2020)	Present
Letter of Credit -Sanctioned	08.60	13.60			
Standby line of Credit (SLC) -Sanctioned	01.72	01.72			
Forward Contract -Sanctioned	00.70	01.35			
Sub Total	23.02	33.67			
Grand Total	48.09	58.09	(Rupees Fifty Eight Crores and Nine lakhs Only)		

#Please refer to BWR website www.brickworkratings.com for definition of the ratings assigned

**Bank Loan facility details are furnished in Annexure-I

The Ratings are valid for twelve months from the date of this letter subject to terms and conditions that were agreed in your mandate dated **14 May 2021** and other correspondence, if any, and Brickwork Ratings' standard disclaimer pronounced at the end of this letter.

The rated Bank Loan facilities would be under surveillance / review 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 entity's finances / performance without any delay. **You are also requested to submit No Default Statement on monthly basis.**

Best Regards,

Tanu Sharma
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 website. 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.



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BWR wishes to inform all persons who may come across Rating Rationales and Rating Reports provided by BWR that the ratings assigned by BWR are based on information obtained from the issuer of the instrument and other reliable sources, which in BWR's best judgment are considered reliable. The Rating Rationale / Rating Report & other rating communications are intended for the jurisdiction of India only.The reports should not be the sole or primary basis for any investment decision within the meaning of any law or regulation (including the laws and regulations applicable in Europe and also the USA).

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This disclaimer forms an integral part of the Ratings Rationales / Rating Reports or other press releases, advisories, communications issued by BWR and circulation of the ratings without this disclaimer is prohibited.

BWR is bound by the Code of Conduct for Credit Rating Agencies issued by the Securities and Exchange Board of India and is governed by the applicable regulations issued by the Securities and Exchange Board of India as amended from time to time.

United Drilling Tools Ltd.

Annexure-I

Details of Bank Loan Facilities Rated by BWR

Name of the Bank	Facilities	Tenure	Amount (Rs.Crs.)
Axis Bank Ltd.	Packing Credit in Foreign Currency (PCFC)-Sanctioned	Short Term	12.00
	Letter of Credit-Sanctioned	Short Term	11.00
	Bank Guarantee-Sanctioned	Long Term	11.00
	Forward Contract-Sanctioned	Short Term	1.00
Indian Bank	Packing Credit in Foreign Currency (PCFC)-Sanctioned	Short Term	10.35
	Standby Line of Credit-Sanctioned	Short Term	2.07
	Bank Guarantee-Sanctioned	Short Term	6.00
	Letter of Credit-Sanctioned	Short Term	2.60
	Standby line of Credit (SLC)-Sanctioned	Short Term	1.72
	Forward Contract-Sanctioned	Short Term	0.35
TOTAL (Rupees Fifty Eight Crores and Nine lakhs Only)			58.09



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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 each month by 1st of succeeding month.
9. Information on delays / defaults in servicing of debt obligations of any subsidiary / other group companies, if any, as at the end of each month by 1st of succeeding month.
10. Any other statement / information sought by BWR from time to time.
11. All the aforesaid information shall be mailed to dat@brickworkratings.com