October 30, 2020

Oil Country Tubular Limited: Ratings continue to remain under issuer non cooperating category

Summary of Rated Instrument:

Instrument	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Fund-based limits	125.00	125.00	[ICRA]D ISSUER NOT COOPERATING*; Rating continues to remain under the 'Issuer Not Cooperating' category
Non-fund-based limits	62.00	62.00	[ICRA]D ISSUER NOT COOPERATING*; Rating continues to remain under the 'Issuer Not Cooperating' category
Total	**187.00**	**187.00**	

*Issuer did not co-operate; based on best available information.

Rationale

The ratings for the Rs. 187.00 crores bank facilities of Oil Country Tubular Limited (OCTL) continue to remain under the 'Issuer Not Cooperating' category. The ratings are denoted as "[ICRA]D/[ICRA]D; ISSUER NOT COOPERATING".

ICRA has been trying to seek information from the entity so as to monitor its performance, 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 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.

Analytical approach

Analytical Approach	Comments
Applicable Rating Methodologies	Policy in respect of non-cooperation by the rated entity Corporate Credit Rating Methodology Policy on Default Recognition
Parent/Group Support	Not Applicable.
Consolidation / Standalone	Not Applicable

About the company:

Incorporated in 1985, OCTL is primarily involved in the processing of oil country tubular goods used in the Oil and Gas Exploration and Production (E&P) industry. OCTL's product range primarily comprises drill pipes, casing pipes, production tubing and couplings/premium connections/tool joints. It is a public-listed company and is promoted by the Hyderabad-based Kamineni Group. The company's manufacturing unit is located at Narketpally in Nalgonda district of Telangana.

The previous detailed rating rationale is available on the following link: Click here

Key financial indicators:

Not Applicable

Status of non-cooperation with previous CRA

Not Applicable

Any other information

Not applicable

Rating history for past three years

S. No	Name of Instrument		Current Rating (FY2021)			Chronology of Rating History for the Past 3 years				
		Type	Rated amount	Amount outstanding	Month-year &	Month- year and Rating in				
					Rating	FY2020	FY2019	FY2018		
			(Rs. crore)		30-Oct-2020	19-Apr-2019	-	23-Feb-2018	26-Dec-2017	
1	Fund-based Working-capital limits	Long Term/ short term	125.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	-	[ICRA]D	[ICRA]D; ISSUER NOT COOPERATING	
2	Non-fund based limits	Long Term/ short term	62.00	-	[ICRA]D; ISSUER NOT COOPERATING	[ICRA]D; ISSUER NOT COOPERATING	-	[ICRA]D	[ICRA]D; ISSUER NOT COOPERATING	

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About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

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