

MIRA INFORM REPORT

Report No. :	532121
Report Date :	02.10.2018

IDENTIFICATION DETAILS

Name :	OOO PETROENGINEERING
Registered Office :	Vorontsovsky Park 3A, Obruchevskiy District, 117630 Moscow
Country :	Russia
Financials (as on) :	31.12.2017
Date of Incorporation :	19.12.2008
Com. Reg. No.:	OGRN 5087746615622
Legal Form :	Limited Liability Company
Line of Business :	Importers, wholesalers and suppliers of drilling equipment, power equipment, drilling tools and drill string accessories, boiler equipment and components as well as chemical reagents.
No. of Employees :	96 [2018]

RATING & COMMENTS

(Mira Inform has adopted New Rating mechanism w.e.f. 23rd January 2017)

MIRA's Rating :	A+
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Credit Rating	Explanation	Rating Comments
A+	Low Risk	Business dealings permissible with low risk of default

Status :	Good
Payment Behaviour :	Regular
Litigation :	Clear

NOTES :

Any query related to this report can be made on e-mail : infodept@mirainform.com while quoting report number, name and date.

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ECGC Country Risk Classification List

Country Name	Previous Rating (31.12.2017)	Current Rating (01.04.2018)
Russia	A2	A2

Risk Category	ECGC Classification
Insignificant	A1
Low Risk	A2
Moderately Low Risk	B1
Moderate Risk	B2
Moderately High Risk	C1
High Risk	C2
Very High Risk	D

RUSSIA - ECONOMIC OVERVIEW

Russia has undergone significant changes since the collapse of the Soviet Union, moving from a centrally planned economy towards a more market-based system. Both economic growth and reform have stalled in recent years, however, and Russia remains a predominantly statist economy with a high concentration of wealth in officials' hands. Economic reforms in the 1990s privatized most industry, with notable exceptions in the energy, transportation, banking, and defense-related sectors. The protection of property rights is still weak, and the state continues to interfere in the free operation of the private sector.

Russia is one of the world's leading producers of oil and natural gas, and is also a top exporter of metals such as steel and primary aluminum. Russia is heavily dependent on the movement of world commodity prices as reliance on commodity exports makes it vulnerable to boom and bust cycles that follow the volatile swings in global prices. The economy, which had averaged 7% growth during the 1998-2008 period as oil prices rose rapidly, has seen diminishing growth rates since then due to the exhaustion of Russia's commodity-based growth model.

A combination of falling oil prices, international sanctions, and structural limitations pushed Russia into a deep recession in 2015, with GDP falling by close to 2.8%. The downturn continued through 2016, with GDP contracting another 0.2%, but was reversed in 2017 as world demand picked up. Government support for import substitution has increased recently in an effort to diversify the economy away from extractive industries.

Source : CIA

SUMMARY

COMPANY NAME	OOO PETROENGINEERING			
ADDRESS	Street	Area	Town	PO Box
	Vorontsovsky Park 3A	Obruchevskiy District	Moscow	117630 Moscow
TEL/FAX	Verified Phones: (+7 499) 372 0707 / Fax: (+7 495) 988 4337			
EMAIL/WEBSITE	Email: info@petroin.ru / Website: www.petroin.ru			
ACTIVITY	NACE 4663 - Wholesale of mining, construction and civil engineering machinery;			
PRINCIPAL	Aleksey Vladimirovich Gavrikov Managing Director		Workforce 96	
LEGAL INFO	Date Of Est.	Reg. No.	Legal Form	Status
	19/12/2008	OGRN 5087746615622	LLC	Active
CAPITAL	CURRENCY	AMOUNT		
	RUBLE (RUB)	20,000,000		

IDENTIFICATION

CO. NAME	OOO PETROENGINEERING		
ALSO KNOWN NAME (S)	OOO PETROINZHINIRING / Petro Engineering LLC / Limited Liability Company PetroEngineering		
STREET	Vorontsovsky Park 3A		
AREA	Obruchevskiy District		
POSTAL ADDRESS	117630 Moscow		
TOWN	Moscow		
COUNTRY	Russia		
TELEPHONE	(+7 499) 372 0707 ext. 106		
FAX	(+7 495) 988 4337		
VERIFIED EMAIL	info@petroin.ru		
WEBSITE	www.petroin.ru		
BUSINESS HOURS	DAYS	OFFICE HOURS	BREAK TIME
	Mon-Fri	09:00-18:00	13:00-14:00
REGISTERED ADDRESS	Vorontsovsky Park 3A Obruchevskiy District 117630 Moscow Russia		

SENIOR PERSONNEL

MANAGEMENT	NAME	POSITION
	Aleksey Vladimirovich Gavrikov Nationality: Russian Tax Code: INN 233504816373	Managing Director
	Anna Georgievna Burenkova	Finance Director
	Ali Gadzhievich Kurbatov	Chief Accountant
	Yulia Igorevna Timoshenko	
	Ms. Rima Fazylovna	Head of International Relations Department
		HR Manager
WORKFORCE	NO. OF EMPLOYEES	PERIOD
	96	10.2018
	700 (OOO Innovative Service Company PetroEngineering, subject's affiliate)	01.2018

FINANCIAL SUMMARY

TURNOVER	31/12/2017	31/12/2016
	RUBLE 9,780,558,000	RUBLE 6,793,950,000
NET PROFIT / (LOSS)	31/12/2017	31/12/2016
	RUBLE 701,320,000	RUBLE 512,965,000
NOTES	Balance sheets as at 31 December 2017 showed :	
	31/12/2017	31/12/2016
	(in RUBLE)	
	ASSETS	
	Non-current assets	
	Intangible assets	1,400,000 1,611,000
	Fixed assets	9,716,000 17,377,000
	Deferred tax assets	6,416,000 3,459,000
	Total non-current assets	17,532,000 22,447,000
	Current assets	
	Stock	807,673,000 325,983,000

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Value added tax on purchased valuables	0	84,000
Trade receivables	3,289,360,000	1,724,145,000
Financial investments	355,000,000	365,270,000
Cash equivalents	14,369,000	11,338,000
Other current assets	73,730,000	2,184,000
Total current assets	4,540,132,000	2,429,004,000
TOTAL ASSETS	4,557,664,000	2,451,451,000

EQUITY & LIABILITIES

Equity		
Share capital	20,000,000	20,000,000
Reserve capital	2,000	2,000
Retained earnings	1,573,516,000	1,217,197,000
Total equity	1,593,518,000	1,237,199,000
Long-term liabilities		
Borrowings	205,000,000	0
Deferred tax liabilities	285,000	111,000
Total long-term liabilities	205,285,000	111,000
Short-term Liabilities		
Borrowings	525,606,000	247,507,000
Accounts payable	2,227,463,000	961,166,000
Total Short-term liabilities	2,758,861,000	1,214,141,000
TOTAL EQUITY & LIABILITIES	4,557,664,000	2,451,451,000

INCOME STATEMENT

Revenue	9,780,558,000	6,793,950,000
Cost of Sales	(8,499,069,000)	(5,861,060,000)
Gross Profit	1,281,489,000	932,890,000
Commercial expenses	(194,217,000)	(155,839,000)
Administrative expenses	(199,023,000)	(169,699,000)
Profit(loss) from sales	888,249,000	607,352,000
Other income and expenses		

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Interest income	29,491,000	35,151,000
Interest payable	(34,798,000)	(21,223,000)
Other income	56,982,000	75,725,000
Other expenses	(62,405,000)	(49,786,000)
Profit(loss) before taxation	877,519,000	647,219,000
Change in deferred tax assets	2,957,000	931,000
Change in deferred tax liabilities	(174,000)	108,000
Current income tax	(180,446,000)	(125,947,000)
Net Profit(loss)	701,320,000	512,965,000
FISCAL YEAR-END	31 December.	

LEGAL STATUS

INCORPORATION REGISTRATION NO.	19/12/2008 C.R. NUMBER OGRN 5087746615622	ISSUED BY Federal Tax Service
OTHER REGISTRATION NO.	INN 7728679260 (Tax Code) / KPP 772801001 / OKPO 89593895 (Statistics Code) / OKTMO 45905000000	
AUTHORISED CAPITAL	AMOUNT 20,000,000	CURRENCY RUBLE
PAID-UP CAPITAL	AMOUNT 20,000,000	CURRENCY RUBLE
BUSINESS HISTORY LEGAL FORM	The Company was incorporated in Russia on 19 December 2008. Limited Liability Company	
STATUS	Active	
SHAREHOLDERS	NAME	PERCENTAGE
	1. Salih Gilanievich Gadzhiev Nationality: Russian Tax Code: INN 771001167689	70.00%
	2. Yekaterina Aleksandrovna Razumnaya Nationality: Russian Tax Code: INN 771310863443	30.00%

OPERATION

BANKERS	1. AKB AO ROSEVROBANK Vavilova Street 24 Moscow 119991
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Russia
Phone: (+7 495) 777 1111
Acc. No.: 40702810200070040244
Corr. Acc. No.: 30101810445250000836
BIK: 044525836

2. PAO Sberbank
Vavilova Street 19
117997 Moscow
Russia
Telephone: (+7 495) 957 5731
Fax : (+7 495) 747 4758

ACTIVITY CODE (NACE)

4663 - Wholesale of mining, construction and civil engineering machinery;

LINE OF BUSINESS

Trading as importers, wholesalers and suppliers of drilling equipment, power equipment, drilling tools and drill string accessories, boiler equipment and components as well as chemical reagents.

Subject also develops and implements projects for upgrading customer rigs in the following key areas:

- foreshortening the time needed to commission and install rigs;
- equipping rigs with modern equipment conforming to safety requirements in the oil and gas industry, and to international standards;
- improving the quality and reliability of equipment;
- increasing the hole drifting rate and reducing loads on equipment by means of frequency control for basic drives;
- significant energy savings;
- optimising operational costs and overhaul periods;
- extending the service life of equipment;
- ensuring environmental safety requirements;
- improving the competitiveness of the company.

Subject's suppliers includes:

- Blohm & Voss, Germany;
- Sledge Hammer Oil Tools Pvt. Ltd, India;
- WORLD OIL TOOLS INC., Canada;
- TOP-CO Canada, Canada;
- McCoy, Canada;
- TESCO, Canada;
- ROBBINS & MYERS ENERGY SYSTEMS, Canada;
- CHENGDU BEST DIAMOND BIT CO LTD, China;
- DONG ZHENG TRANSNATIONAL LIMITED, China;
- Lilin Petroleum Machinery, China;
- Beijing Novotech Petroleum Technology Co, China;
- Dongying Weima Petroleum Drilling tools, China;
- Chongqing Lihong Fine Chemicals Co.,Ltd, China;
- Fufeng Group Co., Ltd, China;

	<ul style="list-style-type: none">- SHANGHAI CHEM-INDUSTRY LIMITED, China;- Beijing Novotech Petroleum Technology Co, China;- HongHua Group, China;- OLEON N. V., The Netherlands;- DRILLSTAR INDUSTRIES, France;- TAM International, USA;- CROSSOVER Inc., USA;- GLOBAL OILFIELD TECHNOLOGIES INC, USA;- Halford Milling Tools Co., USA;- NOV LP, USA;- Weatherford, USA;- Westco International, USA.
IMPORT FROM	Europe, Germany, the Netherlands, France, India, Canada, USA and China.
EXPORT TO FACILITIES	CIS countries. Premises comprising administrative offices located at the heading address.
RELATED COMPANIES	Associates

1. OOO Innovative Service Company
PetroEngineering
Vorontsovsky Park 4
Obruchevskiy District
117630 Moscow
Russia
Est.: 06/04/2012
C.R. No.: OGRN 1127746253040
Tax Code: INN 7728803870
Managing Director: Alexander Gerasimenko

2. OOO PROFSPETSPOSTAVKA
Generala Tyuleneva Street 4a, Building 1
117465 Moscow
Russia
117630 Moscow
Russia
Est.: 21/09/2005
C.R. No.: OGRN 1057748309277
Tax Code: INN 7728559598
Managing Director: Alexey Aglushevich

3. OOO KURKLI
Lakskiy District, village Kurkli
Republic of Dagestan
Russian Federation
Est.: 29/03/2017
C.R. No.: OGRN 1170571005109
Tax Code: INN 0520004330
Sole Shareholder:

Salih Gilanievich Gadzhiev

PAYMENT

CREDIT OPINION

We consider it is acceptable to deal with subject for LARGE amounts.

SPECIAL REMARKS

INTERVIEWED COMMENTS

Ms. Rima Fazylovna (HR Manager).
You enquired on: Petro Engineering LLC. Please note that this name
applies to an English translation of the subject's name. Subject's
correct registered name is as per heading.

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 72.80
UK Pound	1	INR 94.88
Euro	1	INR 84.37
RUB	1	INR 1.13

Note : Above are approximate rates obtained from sources believed to be correct

INFORMATION DETAILS

Analysis Done by :	VIV
Report Prepared by :	SYL

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RATING EXPLANATIONS

Credit Rating	Explanation	Rating Comments
A++	Minimum Risk	Business dealings permissible with minimum risk of default
A+	Low Risk	Business dealings permissible with low risk of default
A	Acceptable Risk	Business dealings permissible with moderate risk of default
B	Medium Risk	Business dealings permissible on a regular monitoring basis
C	Medium High Risk	Business dealings permissible preferably on secured basis
D	High Risk	Business dealing not recommended or on secured terms only
NB	New Business	No recommendation can be done due to business in infancy stage
NT	No Trace	No recommendation can be done as the business is not traceable

NB is stated where there is insufficient information to facilitate rating. However, it is not to be considered as unfavourable.

This score serves as a reference to assess SC's credit risk and to set the amount of credit to be extended. It is calculated from a composite of weighted scores obtained from each of the major sections of this report. The assessed factors are as follows:

- Financial condition covering various ratios
- Company background and operations size
- Promoters / Management background
- Payment record
- Litigation against the subject
- Industry scenario / competitor analysis
- Supplier / Customer / Banker review (wherever available)