

MIRA INFORM REPORT

Report No. :	523004
Report Date :	02.08.2018

IDENTIFICATION DETAILS

Name :	VALLOUREC TUBES FRANCE
Registered Office :	27 Avenue Du General Leclerc 92100 Boulogne Billancourt
Country :	France
Financials (as on) :	31.12.2016
Date of Incorporation :	27.09.1965
Com. Reg. No.:	SIRET 652 044 991 00303 RCS Nanterre B 652 044 991
Legal Form :	Simplified Joint Stock Company
Line of Business :	Provider of tubular solutions
No. of Employees :	88 (2017)

RATING & COMMENTS

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

MIRA's Rating :	B
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Credit Rating	Explanation	Rating Comments
B	Medium Risk	Business dealings permissible on a regular monitoring basis

Status :	Moderate
Payment Behaviour :	No Complaints
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)
France	A1	A1

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

FRANCE - ECONOMIC OVERVIEW

The French economy is diversified across all sectors. The government has partially or fully privatized many large companies, including Air France, France Telecom, Renault, and Thales. However, the government maintains a strong presence in some sectors, particularly power, public transport, and defense industries. France is the most visited country in the world with 89 million foreign tourists in 2017. France's leaders remain committed to a capitalism in which they maintain social equity by means of laws, tax policies, and social spending that mitigate economic inequality.

France's real GDP grew by 1.9% in 2017, up from 1.2% the year before. The unemployment rate (including overseas territories) increased from 7.8% in 2008 to 10.2% in 2015, before falling to 9.0% in 2017. Youth unemployment in metropolitan France decreased from 24.6% in the fourth quarter of 2014 to 20.6% in the fourth quarter of 2017.

France's public finances have historically been strained by high spending and low growth. In 2017, the budget deficit improved to 2.7% of GDP, bringing it in compliance with the EU-mandated 3% deficit target. Meanwhile, France's public debt rose from 89.5% of GDP in 2012 to 97% in 2017.

Since entering office in May 2017, President Emmanuel MACRON launched a series of economic reforms to improve competitiveness and boost economic growth. President MACRON campaigned on reforming France's labor code and in late 2017 implemented a range of reforms to increase flexibility in the labor market by making it easier for firms to hire and fire and simplifying negotiations between employers and employees. In addition to labor reforms, President MACRON's 2018 budget cuts public spending, taxes, and social security contributions to spur private investment and increase purchasing power. The government plans to gradually reduce corporate tax rate for businesses from 33.3% to 25% by 2022.

Source : CIA

COMPANY NAME AND ADDRESS

Company name	VALLOUREC TUBES FRANCE
Trading name	VALLOUREC TUBES FRANCE
Registered address	27 AVENUE DU GENERAL LECLERC 92100 BOULOGNE BILLANCOURT
Correspondence address	27 AVENUE DU GENERAL LECLERC 92100 BOULOGNE BILLANCOURT
Telephone number	+33 1 49 09 35 00
Website	www.vallourec.com
Status	Active

REGISTRATION

Registration number	SIRET 652 044 991 00303 RCS Nanterre B 652 044 991
VAT number	FR05652044991
Status	Active
Establishment date	27-09-1965
Legal form	Simplified Joint Stock Company
Subscribed share capital	EUR 25.000.000

ACTIVITIES

Provider of tubular solutions

RELATIONS

Shareholders	VALLOUREC TUBES SIREN 411 373 525 00020
Structure	Subsidiaries/participations: None on record
Branches	No branches on record

MANAGEMENT

Name	Didier Hornet, 14-09-1963
Position	Director

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Name	Hubert Paris, 14-09-1962
Postition	Director
Name	Philippe Crouzet, 18-10-1956
Postition	Director

EMPLOYEES

Year	2017
	88

BANK

JP Morgan Chase

PAYMENTS

Total number of Invoices available	2881
Total number of Invoices paid within or up to 30 days after the due date	2447
Total number of Invoices paid more than 30 days after the dues date	434
Total number of Invoices currently outstanding where the due date has not yet been reached	0
Total number of Invoices currently outstanding beyond the due date	0

REMARKS

Auditor: KPMG

FINANCES

Active account

	31/12/2016	VARIATIO N	31/12/2015	VARIATIO N	31/12/2014	SECTOR MEDIAN 2016	
Capital not called	0	0%	0	0%	0	0	0%
Total fixed assets	116,318,000	-17.8%	141,454,000	-44.4%	254,515,000	133,286	87169.5%
- Intangible	5,012,000	-10.4%	5,594,000	27.0%	4,406,000	0	0%

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assets								
- Tangible assets		109,052,000	-18.2%	133,327,000	-46.1%	247,572,000	84,481	128984.6%
- Financial assets		2,253,000	-11.1%	2,533,000	-0.1%	2,536,000	8,093	27740.6%
Net current assets		182,909,000	-21.6%	233,172,000	-34.0%	353,056,000	795,246	22900.3%
- Stocks		56,815,000	-36.0%	88,743,000	-40.4%	148,923,000	76,116	74543.1%
- Advanced payments		378,000	551.7%	58,000	-90.3%	599,000	0	0%
- Receivables		125,321,000	-13.0%	144,088,000	-28.3%	200,843,000	323,487	38640.7%
- Securities and cash		395,000	39.6%	283,000	-89.5%	2,691,000	61,791	539.3%
- Prepaid expenses		-	-	-	-	-	100	-
Accounts of regularization		979,000	-62.4%	2,602,000	66.3%	1,565,000	0	0%
Total Assets		300,206,000	-20.4%	377,228,000	-38.1%	609,135,000	853,881	35057.8%

Passive Account

		31/12/2016	VARIATION	31/12/2015	VARIATION	31/12/2014	SECTOR MEDIAN 2016	
Shareholder s' equity		28,211,000	128.6%	- 98,809,000	-823.5%	- 10,699,000	277,967	10049.1%
Share capital		23,065,000	0%	23,065,000	186.0%	8,065,000	66,000	34847.0%
Other capital resources		0	0%	0	0%	0	0	0%
Risk Provisions		71,628,000	24.0%	57,772,000	47.8%	39,083,000	0	0%
Liabilities		196,420,000	-52.4%	412,221,000	-28.1%	573,458,000	616,175	31777.3%
- Financial liabilities		51,077,000	-79.5%	249,544,000	-33.1%	372,914,000	62,410	81741.1%
- Advanced payments received		3,367,000	-77.7%	15,131,000	91.2%	7,914,000	0	0%
- Trade account payables		78,655,000	8.5%	72,488,000	-28.9%	101,936,000	191,579	40956.2%
- Tax and social liabilities		57,147,000	-12.1%	65,008,000	-13.3%	74,968,000	349,865	16234.0%

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- Other debts and fixed assets liabilities		10,118,000	-37.0%	16,050,000	-30.3%	23,021,000	33,492	30110.2%
Account regularization		0	0%	46,000	0%	0	0	0%
Total liabilities		300,206,000	-20.4%	377,230,000	-38.1%	609,137,000	853,881	35057.8%

Results

		31/12/2016	VARIATION	31/12/2015	VARIATION	31/12/2014	SECTOR MEDIAN 2016	2015
Sales of Goods		562,970,000	-8.2%	613,086,000	-36.4%	964,020,000	1,156,521	48577.9%
Net turnover		527,574,000	-10.6%	589,971,000	-35.8%	918,689,000	1,156,884	45503.0%
- of which net export turnover		0	0%	0	0%	0	0	0%
Operating charges		650,104,000	-8.0%	706,312,000	-29.6%	1,003,945,000	1,121,636	57860.3%
Operating profit/loss		-87,134,000	6.5%	-93,226,000	-133.5%	-39,925,000	16,216	-537450.0%
Financial income		7,113,000	-66.4%	21,150,000	79.7%	11,770,000	320	2226191.0%
Financial charges		8,830,000	-64.9%	25,130,000	63.3%	15,390,000	3,925	224896.0%
Financial profit/loss		-1,717,000	56.9%	-3,980,000	-9.9%	-3,620,000	-559	-307055.0%
Pretax net operating income		-88,852,000	8.6%	-97,206,000	-123.2%	-43,545,000	12,291	-723002.0%
Extraordinary income		75,003,000	109.8%	35,749,000	38.0%	25,905,000	5,490	1366074.0%
Extraordinary charges		120,043,000	-35.3%	185,590,000	8.5%	171,041,000	3,583	3350248.0%
Extraordinary profit/loss		-45,040,000	69.9%	-149,841,000	-3.2%	-145,136,000	0	0%
Net result		-130,585,000	46.2%	-242,636,000	-32.5%	-183,184,000	17,932	-728323.0%

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 68.61
UK Pound	1	INR 89.93
Euro	1	INR 80.12
Euro	1	INR 79.69

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

INFORMATION DETAILS

Analysis Done by :	PRI
Report Prepared by :	TRU

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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)