

MIRA INFORM REPORT

| | |
|---------------|------------|
| Report No. : | 524574 |
| Report Date : | 09.08.2018 |

IDENTIFICATION DETAILS

| | |
|-------------------------|---|
| Name : | DISONS GEMS, INC. |
| Registered Office : | 415 Madison Ave Ste 800 New York, New York, 10017 |
| Country : | United States |
| Financials (as on) : | 2016 (Summarized) |
| Date of Incorporation : | 18.08.1980 |
| Legal Form : | Domestic Business Corporation |
| Line of Business : | Subject imports of diamonds. |
| No. of Employees : | 35 |

RATING & COMMENTS

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

| | |
|-----------------|---|
| MIRA's Rating : | A |
|-----------------|---|

| Credit Rating | Explanation | Rating Comments |
|---------------|-----------------|---|
| A | Acceptable Risk | Business dealings permissible with moderate risk of default |

| | |
|---------------------|---------------|
| Status : | Good |
| 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) |
|---------------|---------------------------------|--------------------------------|
| United States | 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 |

UNITED STATES - ECONOMIC OVERVIEW

The US has the most technologically powerful economy in the world, with a per capita GDP of \$59,500. US firms are at or near the forefront in technological advances, especially in computers, pharmaceuticals, and medical, aerospace, and military equipment; however, their advantage has narrowed since the end of World War II. Based on a comparison of GDP measured at purchasing power parity conversion rates, the US economy in 2014, having stood as the largest in the world for more than a century, slipped into second place behind China, which has more than tripled the US growth rate for each year of the past four decades.

In the US, private individuals and business firms make most of the decisions, and the federal and state governments buy needed goods and services predominantly in the private marketplace. US business firms enjoy greater flexibility than their counterparts in Western Europe and Japan in decisions to expand capital plant, to lay off surplus workers, and to develop new products. At the same time, businesses face higher barriers to enter their rivals' home markets than foreign firms face entering US markets.

Long-term problems for the US include stagnation of wages for lower-income families, inadequate investment in deteriorating infrastructure, rapidly rising medical and pension costs of an aging population, energy shortages, and sizable current account and budget deficits.

The onrush of technology has been a driving factor in the gradual development of a "two-tier" labor market in which those at the bottom lack the education and the professional/technical skills of those at the top and, more and more, fail to get comparable pay raises, health insurance coverage, and other benefits. But the globalization of trade, and especially the rise of low-wage producers such as China, has put additional downward pressure on wages and upward pressure on the return to capital. Since 1975, practically all the gains in household income have gone to the top 20% of households. Since 1996, dividends and capital gains have grown faster than wages or any other category of after-tax income.

Imported oil accounts for more than 50% of US consumption and oil has a major impact on the overall health of the economy. Crude oil prices doubled between 2001 and 2006, the year home prices peaked; higher gasoline prices ate into consumers' budgets and many individuals fell behind in their mortgage payments. Oil prices climbed another 50% between 2006 and 2008, and bank foreclosures more than doubled in the same period. Besides dampening the housing market, soaring oil prices caused a drop in the value of the dollar and a deterioration in the US merchandise trade deficit, which peaked at \$840 billion in 2008. Because the US economy is energy-intensive, falling oil prices since 2013 have alleviated many of the problems the earlier increases had created.

The sub-prime mortgage crisis, falling home prices, investment bank failures, tight credit, and the global economic downturn pushed the US into a recession by mid-2008. GDP contracted until the third quarter of 2009, the deepest and longest downturn since the Great Depression. To help stabilize financial markets, the US Congress established a \$700 billion Troubled Asset Relief Program (TARP) in October 2008. The government used some of these funds to purchase equity in US banks and industrial corporations, much of which had been returned to the government by early 2011. In January 2009, Congress passed and former President Barack OBAMA signed a bill providing an additional \$787 billion fiscal stimulus to be used over 10 years - two-thirds on additional spending and one-third on tax cuts - to create jobs and to help the economy recover. In 2010 and 2011, the federal budget deficit reached nearly 9% of GDP. In 2012, the Federal Government reduced the growth of spending and the deficit shrank to 7.6% of GDP. US revenues from taxes and other sources are lower, as a percentage of GDP, than those of most other countries.

Wars in Iraq and Afghanistan required major shifts in national resources from civilian to military purposes and contributed to the growth of the budget deficit and public debt. Through FY 2018, the direct costs of the wars will have totaled more than \$1.9 trillion, according to US Government figures.

In March 2010, former President OBAMA signed into law the Patient Protection and Affordable Care Act (ACA), a health insurance reform that was designed to extend coverage to an additional 32 million Americans by 2016, through private health insurance for the general population and Medicaid for the impoverished. Total spending on healthcare - public plus private - rose from 9.0% of GDP in 1980 to 17.9% in 2010.

In July 2010, the former president signed the DODD-FRANK Wall Street Reform and Consumer Protection Act, a law designed to promote financial stability by protecting consumers from financial abuses, ending taxpayer bailouts of financial firms, dealing with troubled banks that are "too big to fail," and improving accountability and transparency in the financial system - in particular, by requiring certain financial derivatives to be traded in markets that are subject to government regulation and oversight.

In December 2012, the Federal Reserve Board (Fed) announced plans to purchase \$85 billion per month of mortgage-backed and Treasury securities in an effort to hold down long-term interest rates, and to keep short-term rates near zero until unemployment dropped below 6.5% or inflation rose above 2.5%. The Fed ended its purchases during the summer of 2014, after the unemployment rate dropped to 6.2%, inflation stood at 1.7%, and public debt fell below 74% of GDP. In December 2015, the Fed raised its target for the benchmark federal funds rate by 0.25%, the first increase since the recession began. With continued low growth, the Fed opted to raise rates several times since then, and in December 2017, the target rate stood at 1.5%.

In December 2017, Congress passed and President Donald TRUMP signed the Tax Cuts and Jobs Act, which, among its various provisions, reduces the corporate tax rate from 35% to 21%; lowers the individual tax rate for those with the highest incomes from 39.6% to 37%, and by lesser percentages for those at lower income levels; changes many deductions and credits used to calculate taxable income; and eliminates in 2019 the penalty imposed on taxpayers who do not obtain the minimum amount of health insurance required under the ACA. The new taxes took effect on 1 January 2018; the tax cut for corporations are permanent, but those for individuals are scheduled to expire after 2025. The Joint Committee on Taxation (JCT) under the Congressional Budget Office estimates that the new law will reduce tax revenues and increase the federal deficit by about \$1.45 trillion over the 2018-2027 period. This amount would decline if economic growth were to exceed the JCT's estimate.

Source : CIA

STATUTORY INFORMATION

| | |
|--------------------|---|
| Legal Name: | DISONS GEMS, INC. |
| Trade Name: | DISONS GEMS INC. |
| ID: | 645628 |
| Date Created: | 1980 |
| Date Incorporated: | AUGUST 18, 1980 |
| Legal Address: | 415 MADISON AVE STE 800 NEW YORK, NEW YORK, 10017, USA |
| Operative Address: | 415 MADISON AVE STE 800 NEW YORK, NEW YORK, 10017, USA |
| Telephone: | 212-921-4133 |
| Fax: | 212-730-8265 |
| Legal Form: | DOMESTIC BUSINESS CORPORATION |
| Email: | sales@snjny.com |
| Registered in: | NEW YORK, USA |
| Website: | www.disonsgems.com |
| Contact: | MILAN MEHTA, CEO |
| Staff: | 35 Employees |
| Activity: | NAICS 1: Jewelry, Watch, Precious Stone, and Precious Metal Merchant Wholesalers SIC 1: Diamonds (Gems) |

BANKS

REPUBLIC NATIONAL BANK OF NEW YORK
452 5th Avenue
New York, NY 10018
United States

HSBC BANK USA
452 FIFTH AVENUE, NEW YORK, NY 10018-0000, USA

The company does not make its banking data public

HISTORY

The company was incorporated and founded in 1980 and is based in New York, New York.

PRINCIPAL ACTIVITY

Disons Gems Inc. imports diamonds.

| | |
|--------------------------------|---|
| Products/Services description: | Certified Diamonds Uncertified Diamonds Jewelry |
| Brands: | No brands registered |
| Sales are: | Wholesale |
| Clients: | The Love Store S.A De C.V Corporativo Joyero Diamante SA De Cv |
| Suppliers: | NA |
| Operations area: | National and International |
| The company imports from | No import records |
| The company exports to | Mexico |
| The subject employs | 35 Employees |
| Payments: | No Complaints |

LOCATION

| | |
|--------------------|--|
| Headquarters : | 415 MADISON AVE STE 800 NEW YORK, NEW YORK, 10017, USA |
| Comments: | NA |
| Branches: | No branches |
| Main Competitors | NYC Diamond District NYC Wholesale Diamonds A. Fishman & Son Diamonds New York Diamond Exchange |
| Related Companies: | No related companies |

GROUP STRUCTURE AND SUBSIDIARY COMPANIES

| | |
|-------------------------------|---|
| Listed at the stock exchange: | NO |
| Capital: | NA |
| Shareholders: | This is a private company. We could not confirm major holders |
| Management: | Milan Mehta, CEO Manoj Nebhwani, General Manager |

FINANCIAL INFORMATION

The company does not make its financial statements public. The following information has been provided by private sources:

USD 2016

| | |
|-----------|------------|
| Sales | 10 100 000 |
| Cash flow | Normal |

LEGAL FILINGS

| | | | |
|-----------|---|------------|--------------|
| Lawsuits: | No records found | | |
| UCC: | Debtor Names: DISONS GEMS, INC. 22 WEST 48TH STREET, NEW YORK, NY 10036-0000, USA DISONS GEMS INC Not Available Secured Party Names: REPUBLIC NATIONAL BANK OF NEW YORK Not Available | | |
| | 252656 | 10/03/1988 | Financing |
| | Statement135125 | 06/25/1991 | 10/03/1993 |
| | Financing Statement Amendment | | |
| | 155874 | 07/20/1993 | Continuation |
| | 123733 | 06/10/1998 | Continuation |
| | 200304300907924 | 04/30/2003 | 10/03/2008 |
| | Continuation | | |
| | 200805095515812 | 05/09/2008 | 10/03/2013 |
| | Continuation | | |
| | 201307115748461 | 07/11/2013 | 10/03/2018 |
| | Continuation | | |

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Debtor Names: DISONS GEMS, INC 22 WEST 48TH STREET, NEW YORK, NY 10036-0000, USA
Secured Party Names: REPUBLIC NATIONAL BANK OF NEW YORK Not Available
031716 02/18/1992 02/18/1997 Financing
Statement
235603 11/29/1996 02/18/2002 Continuation
242713 12/10/2001 02/18/2007 Continuation
200610306054348 10/30/2006 02/18/2012
Continuation
201109135991179 09/13/2011 02/18/2017
Continuati
201611016288117 11/01/2016 02/18/2022
Continuation

Debtor Names: DISONS GEMS, INC. 580 FIFTH AVENUE, NEW YORK, NY 10036-0000, USA
DISON GEMS, INC. 580 FIFTH AVENUE, NEW YORK, NY 10036-0000, USA
Secured Party Names: REPUBLIC NATIONAL BANK OF NEW YORK Not Available
015811 01/25/1993 01/25/1998 Financing
Statement 266143 12/29/1997 01/25/2003
Continuation
183928 08/09/2002 01/25/2003 Financing
Statement Amendment
183930 08/09/2002 01/25/2008 Continuation
200710125994836 10/12/2007 01/25/2013
Continuation
201208295970914 08/29/2012 01/25/2018
Continuation
201709186129240 09/18/2017 01/25/2023
Continuation

Debtor Names: DISONS GEMS, INC. 22 WEST 48TH STREET, NEW YORK, NY 10036-0000, USA
DISON GEMS, INC. 22 WEST 48TH STREET, NEW YORK, NY 10036-0000, USA
Secured Party Names: REPUBLIC NATIONAL BANK OF NEW YORK Not Available
017706 01/26/1993 01/26/1998 Financing
Statement
265680 12/29/1997 01/26/2003 Continuation
183934 08/09/2002 01/26/2003 Financing
Statement Amendment
183935 08/09/2002 01/26/2008 Continuation
200710125994848 10/12/2007 01/26/2013
Continuation
201208295970926 08/29/2012 01/26/2018

Continuation
201709186129252 09/18/2017 01/26/2023
Continuation

Debtor Names: DISONS GEMS, INC.
22 W. 48TH STREET, 3RD FLOOR, NEW YORK, NY
10036-0000, USA
Secured Party Names: HSBC BANK USA
452 FIFTH AVENUE, NEW YORK, NY 10018-0000, USA
192946 10/05/2000 10/05/2005 Financing
Statement
200504285366879 04/28/2005 10/05/2010
Continuation
201005195473870 05/19/2010 10/05/2015
Continuation
201507205799536 07/20/2015 10/05/2020
Continuation

Debtor Names: DISONS GEMS, INC.
22 W 48TH ST FL 3, NEW YORK, NY 10036-1803, USA
Secured Party Names: FANCY TRADING CO, LLC
1 ROCKEFELLER PLAZA, NEW YORK, NY 10020, USA
200310031675738 10/03/2003 10/03/2008
Financing Statement

Debtor Names: DISONS GEMS, INC.
22 WEST 48TH STREET, NEW YORK, NY 10036, USA
DISONS GEMS, INC.
415 MADISON AVENUE, NEW YORK, NY 10017, USA
Secured Party Names: THE CIT GROUP/COMMERCIAL
SERVICES, INC. 1211 AVENUE OF THE
AMERICAS, NEW YORK, NY 10036, USA
200509285855787 09/28/2005 09/28/2010
Financing Statement
200510275938556 10/27/2005 09/28/2010
Financing Statement Amendment

Debtor Names: DISONS GEMS INC.
415 MADISON AVENUE, NEW YORK, NY 10017, USA
Secured Party Names: M. FABRIKANT & SONS, INC.
1 ROCKEFELLER PLAZA, NEW YORK, NY 10020, USA
200605115460169 05/11/2006 05/11/2011
Financing Statement

Debtor Names: DISONS GEMS, INC.
415 MADISON AVE, STE 800, NEW YORK, NY 10017, USA
Secured Party Names: ALMA DIAMONDS INC.
579 FIFTH AVE, SUITE # 600, NEW YORK, NY 10017, USA
200906018186888 06/01/2009 06/01/2014
Financing Statement

200906228214910 06/22/2009 06/01/2014
Termination

Debtor Names: DISONS GEMS INC.
415 MADISON AVE, 8 FLOOR, NEW YORK, NY 10017,
USA

Secured Party Names: LAZARE KAPLAN
INTERNATIONAL INC.
19 WEST 44TH STREET, 16TH FLOOR, NEW YORK, NY
10036, USA

201711106374248 11/10/2017 11/10/2022
Financing Statement

OFAC

Sanctions List Search:

The company is not listed in the OFAC list.

SUMMARY

Founded in 1980, Disons Gems, Inc. is a mid-sized organization in the jewelry and precious stone company's industry located in New York, NY.

It has 35 full time employees and generates an estimated \$10.1 million in annual revenue.

It mainly exports to Mexico, but does not show any import records.

It is ACTIVE in NEW YORK, USA; with no negative records.

RISK INFORMATION

| | |
|-----------|---------------|
| DEBTS | Controlled |
| PAYMENTS | No Complaints |
| CASH FLOW | Normal |
| STATUS | ACTIVE |

INTERVIEW

| | |
|----------|--|
| NAME | NA |
| POSITION | Operator |
| COMMENTS | She confirmed name, legal name and email. But she did not want to give out any other information on the company. |

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FOREIGN EXCHANGE RATES

| Currency | Unit | Indian Rupees |
|-----------|------|---------------|
| US Dollar | 1 | INR 68.65 |
| UK Pound | 1 | INR 88.82 |
| Euro | 1 | INR 79.72 |
| USD | 1 | INR 68.57 |

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

INFORMATION DETAILS

| | |
|-----------------------------|-----|
| Analysis Done by : | PRI |
| Report Prepared by : | NIT |

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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)

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