

## MIRA INFORM REPORT

<b>Report No. :</b>	524613
<b>Report Date :</b>	10.08.2018

### IDENTIFICATION DETAILS

<b>Name :</b>	DONGHO PRODUCTS CO
<b>Registered Office :</b>	147, Seongsui-ro, Seongdong-gu, Seoul, Korea, Rm.1403~1404, 14FL., ISBIZ Tower, 04795
<b>Country :</b>	South Korea
<b>Financials (as on) :</b>	31.12.2016
<b>Date of Incorporation :</b>	26.10.1992
<b>Com. Reg. No.:</b>	104-46-61326
<b>Legal Form :</b>	Sole Proprietorship
<b>Line of Business :</b>	Manufacture and Wholesales of Twisted Threads and Processing of Threads, and Textiles Span Velvet Fabric, Knit Fabric, ITY Fabric, Garment
<b>No. of Employees :</b>	14

**RATING & COMMENTS**

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

**MIRA's Rating :**

A

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

<b>Status :</b>	Satisfactory
<b>Payment Behaviour :</b>	Slow but Correct
<b>Litigation :</b>	Clear

**NOTES :**

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

**ECGC Country Risk Classification List**

Country Name	Previous Rating (31.12.2017)	Current Rating (01.04.2018)
South Korea	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

**SOUTH KOREA - ECONOMIC OVERVIEW**

After emerging from the 1950-53 war with North Korea, South Korea emerged as one of the 20th century's most remarkable economic success stories, becoming a developed, globally connected, high-technology society within decades. In the 1960s, GDP per capita was comparable with levels in the poorest countries in the world. In 2004, South Korea joined the trillion-dollar club of world economies.

Beginning in the 1960s under President PARK Chung-hee, the government promoted the import of raw materials and technology, encouraged saving and investment over consumption, kept wages low, and directed resources to export-oriented industries that remain important to the economy to this day. Growth surged under these policies, and frequently reached double-digits in the 1960s and 1970s. Growth gradually moderated in the 1990s as the economy matured, but remained strong enough to propel South Korea into the ranks of the advanced economies of the OECD by 1997. These policies also led to the emergence of family-owned chaebol conglomerates such as Daewoo, Hyundai, and Samsung, which retained their dominant positions even as the government loosened its grip on the economy amid the political changes of the 1980s and 1990s.

The Asian financial crisis of 1997-98 hit South Korea's companies hard because of their excessive reliance on short-term borrowing, and GDP ultimately plunged by 7% in 1998. South Korea tackled difficult economic reforms following the crisis, including restructuring some chaebols, increasing labor market flexibility, and opening up to more foreign investment and imports. These steps lead to a relatively rapid economic recovery. South Korea also began expanding its network of free trade agreements to help bolster exports, and has since implemented 16 free trade agreements covering 58 countries—including the United State and China—that collectively cover more than three-quarters of global GDP.

In 2017, the election of President MOON Jae-in brought a surge in consumer confidence, in part, because of his successful efforts to increase wages and government spending. These factors combined with an uptick in export growth to drive real GDP growth to more than 3%, despite disruptions in South Korea's trade with China over the deployment of a US missile defense system in South Korea.

In 2018 and beyond, South Korea will contend with gradually slowing economic growth - in the 2-3% range - not uncommon for advanced economies. This could be partially offset by efforts to address challenges arising from its rapidly aging population, inflexible labor market, continued dominance of the chaebols, and heavy reliance on exports rather than domestic consumption. Socioeconomic problems also persist, and include rising inequality, poverty among the elderly, high youth unemployment, long working hours, low worker productivity, and corruption

Source : CIA

## **COMPANY INFORMATION**

### **Basic**

Company Name	DONGHO PRODUCTS CO.
Registered Address	147, Seongsui-ro, Seongdong-gu, Seoul, Korea
Building	Rm.1403~1404, 14FL., ISBIZ Tower
Zip Code	04795
Tel	+82-2-779-5236~8
Fax	+82-2-773-3454
E-mail	dongho@donghotex.co.kr;kim@donghotex.co.kr
Website	www.donghotex.co.kr
Trading Address	Rm.1403~1404, 14FL., ISBIZ Tower, 147, Seongsui-ro, Seongdong-gu, Seoul, Korea (Old Address System : Rm.1403~1404, 14FL., ISBIZ Tower, 289-319, Seongsu-dong 2-ga, Seongdong-gu, Seoul, Korea)
Tel	+82-2-779-5236~8
Fax	+82-2-773-3454
Other Address	8, Munhyeon-ro 185beon-gil, Mohyeon-myeon, Cheoin-gu, Yongin-si, Gyeonggi-do, Korea (Old Address System : 230-2, Maesan-ri, Mohyeon-myeon, Cheoin-gu, Yongin-si, Gyeonggi-do, Korea)
Tel	+82-31-334-6719
Fax	
Type	Export
Industry	Manufacture and Wholesales of Twisted Threads and Processing of Threads, and Textiles
Main Business	Span Velvet Fabric, Knit Fabric, ITY Fabric, Garment
Sub Business	
Established (mm/dd/yyyy)	10/26/1992

### **Detailed Products**

Activity	Detailed Products (UNSPSC)
Sell	Synthetic fabrics(11161800)

### **CEO's**

Name	We You-Soon
Date of Birth	10/01/1954
Title	Owner
Nationality	Korean

### **Profiles**

Capital (KRW)	Not Applicable to the Sole Proprietorship
Employees	14
Formation	Sole Proprietorship

**DISCLAIMER** : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

Bank Details	Kookmin Bank
Corporate Registered No.	Not Applicable to the Sole Proprietorship
Business Registered No.	104-46-61326
Permit & Licenses	Int'l Trade No.: 11039817
Shareholder Position	The owner(s) has 100% shares.
Company History	10/26/1992 Established as the present name

## **DETAILED INFORMATION**

### **Management**

Job Description	Name	Nationality	Date of Birth	Inauguration Date
Owner	We You-Soon	Korean	10/01/1954	10/26/1992

## **FINANCIALS**

Year / Unit : KRW	Sales	Assets	Net Income
2017			
2016	5,480,223,000	3,839,162,000	165,595,000
2015	6,080,610,000	3,651,835,000	229,579,000
2014	7,314,406,000	3,984,391,000	253,140,000
2013	7,162,449,000	3,543,515,000	192,817,000
2012	8,190,000,000	2,436,000,000	336,000,000

The latest financials are not available, and the Subject Company does not have any obligations to release its financials to the public.

### **Financial Description**

Authorized Capital(KRW)	Not Applicable to the Sole Proprietorship
Paid-Up Capital(KRW)	Not Applicable to the Sole Proprietorship
Total Issued Shares	Not Applicable to the Sole Proprietorship

### **Balance Sheet**

Unit : Korean Won	As of 12/31/2016	As of 12/31/2015	As of 12/31/2014
Total Assets	3,839,162,000	3,651,835,000	3,984,391,000
Current Assets	2,938,549,000	2,740,322,000	3,073,543,000
-Quick Assets			
-Inventories			
Fixed Assets	900,613,000	911,513,000	910,848,000
-Investment			
-Tangibles			
-Intangibles			
Total Liabilities	2,482,545,000	2,460,813,000	3,022,949,000
Current Liabilities	1,887,545,000	2,460,813,000	3,022,949,000

**DISCLAIMER** : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

**DONGHO PRODUCTS CO - 524613**

**PAGE NO. : 6**

Fixed Liabilities	595,000,000	0	0
Capital Stock	1,356,617,000	1,191,022,000	961,442,000
Capital Surplus			
Profit Surplus			
Capital Adjustment			
Total Equity	1,356,617,000	1,191,022,000	961,442,000
Liab. & Shareholder's Equity	3,839,162,000	3,651,835,000	3,984,391,000

**Income Statement**

Unit : Korean Won	As of 12/31/2016	As of 12/31/2015	As of 12/31/2014
Sales	5,480,223,000	6,080,610,000	7,314,406,000
Cost of Sold Goods	4,799,006,000	5,361,626,000	6,545,870,000
Gross Profit	681,217,000	718,984,000	768,536,000
Selling & Admin. Expenses	414,935,000	425,676,000	435,850,000
Operating Income	266,282,000	293,308,000	332,686,000
Non-Operating Income	139,552,000	211,099,000	157,054,000
Non-Operating Expenses	113,386,000	145,210,000	116,197,000
Income Before Taxes	292,448,000	359,197,000	373,543,000
Income Taxes Expenses	126,853,000	129,618,000	120,403,000
Net Income	165,595,000	229,579,000	253,140,000

**Products, Technologies, Services Description**

Main Products & Services      Span Velvet Fabric, ITY Fabric, Garment  
 Detailed Products Spec.  
 Technologies Acquired

**Trade Partners & Competitors**

Suppliers  
 Customers  
 Competitors

C HO CORPORATION  
 20, NOKSANSANDAN 261-RO 13BEON-GIL, GANGSEO-GU, BUSAN,  
 KOREA  
 TEL: +82-51-711-5046~7 FAX:+82-51-505-1047

KYUNG SUN TEXTILE CO., LTD.  
 118, DAEHWA-DONG, DAEDEOK-GU, DAEJEON, KOREA  
 TEL:+82-42-634-2865~6 FAX:+82-42-624-2865

DONG SEUNG CO., LTD.  
 118-1, BUSONG-RI, JIKSAN-EUP, SEOBUK-GU, CHEONAN-SI,  
 CHUNGCHEONGNAM-DO, KOREA  
 TEL:+82-41-583-2923 FAX:+82-41-583-2925



**MIRA INFORM PRIVATE LIMITED**  
605, Palmspring, Near D'Mart, Link Road,  
Malad (West), Mumbai - 400 064. INDIA  
Tel : 91-22-40448000 (44 lines)  
Fax : 91-22-40448045 / 40448046  
E-mail : mira@mirainform.com  
info@mirainform.com  
Website : <http://www.mirainform.com>  
<http://www.miraglobalcheck.com>  
<http://www.miraglobalcollections.com>

---

***DONGHO PRODUCTS CO - 524613***

***PAGE NO. : 7***

---

**Sales by Region (Activity & Markets)**

The Subject exports to Asia, Europe and America.

**Court Action**

Not Available.

**News Clipping**

--

**DISCLAIMER** : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 68.62
UK Pound	1	INR 88.35
Euro	1	INR 79.63
KRW	1	INR 0.061

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

**INFORMATION DETAILS**

<b>Analysis Done by :</b>	PRI
<b>Report Prepared by :</b>	KET

**DISCLAIMER :** This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

**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)