

MIRA INFORM REPORT

Report No. :	525433
Report Date :	22.08.2018

IDENTIFICATION DETAILS

Name :	P.T. JIUDA SENLIN INDONESIA
Registered Office :	Jalan Raya Semarang Demak Km. 12.7, Kelurahan Purwosari, Kecamatan Sayung, Demak, 59563, Central Java
Country :	Indonesia
Financials (as on) :	2017 [Summarized]
Date of Incorporation :	25.04.2016
Com. Reg. No.:	AHU-0016416.AH.01.02.TH.2017
Legal Form :	Limited Liability Company
Line of Business :	Wooden (Veneer) Industry
No. of Employees :	87

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 :	Satisfactory
Payment Behaviour :	Slow but correct
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.

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.

ECGC Country Risk Classification List

Country Name	Previous Rating (31.12.2017)	Current Rating (01.04.2018)
Indonesia	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

INDONESIA - ECONOMIC OVERVIEW

Indonesia, the largest economy in Southeast Asia, has seen a slowdown in growth since 2012, mostly due to the end of the commodities export boom. During the global financial crisis, Indonesia outperformed its regional neighbors and joined China and India as the only G20 members posting growth. Indonesia's annual budget deficit is capped at 3% of GDP, and the Government of Indonesia lowered its debt-to-GDP ratio from a peak of 100% shortly after the Asian financial crisis in 1999 to 34% today. In May 2017 Standard & Poor's became the last major ratings agency to upgrade Indonesia's sovereign credit rating to investment grade.

Indonesia still struggles with poverty and unemployment, inadequate infrastructure, corruption, a complex regulatory environment, and unequal resource distribution among its regions. President Joko WIDODO - elected in July 2014 – seeks to develop Indonesia's maritime resources and pursue other infrastructure development, including significantly increasing its electrical power generation capacity. Fuel subsidies were significantly reduced in early 2015, a move which has helped the government redirect its spending to development priorities. Indonesia, with the nine other ASEAN members, will continue to move towards participation in the ASEAN Economic Community, though full implementation of economic integration has not yet materialized.

Source : CIA

BASIC SEARCH

Name of Company :

P.T. JIUDA SENLIN INDONESIA

Address :

Head Office

Jalan Raya Semarang Demak Km. 12.7
Kelurahan Purwosari, Kecamatan Sayung
Demak, 59563
Central Java
Indonesia
Phones - (62-24) Not Enrolled
Fax - (62-24) Not Enrolled
Building Area - 1 storey
Office Space - 80 sq. meters
Region - Commercial
Status - Rent

Factory

Jalan Raya Bandungrejo Km. 12
Desa Bandungrejo, Kecamatan Mranggen
Demak, 59563
Central Java
Indonesia
Phone - (62-24) 7645 0183
Fax - (62-24) 7645 0184
Mobile - 082 135 808886 (Mr. Wang Tinggong)
E-mail - jiuda.shenlin.hrd@gmail.com
Land Area - 11,000 sq. meters
Building Space - 7,000 sq. meters
Region - Industrial Zone
Status - Owned

Date of Incorporation :

25 April 2016

Legal Form :

P.T. (Perseroan Terbatas) or Limited Liability Company

Company Reg. No. :

The Ministry of Law and Human Rights

- No. AHU-0024110.AH.01.01.TH.2016

Dated 17 May 2016

- No. AHU-0016416.AH.01.02.TH.2017

Dated 6 September 2017

Company Status :

Foreign Investment (PMA) Company

Permit by the Government Department :

The Department of Finance

NPWP No. 76.280.875.6-518.000

The Ministry of Forestry

No. 522.36/8951/UIPHHK/DPMPSTP/09/2017

Dated 15 December 2017

Related Company :

None

CAPITAL AND OWNERSHIP

Capital Structure :

Authorized Capital : Rp. 6,548,000,000.-
Issued Capital : Rp. 6,548,000,000.-
Paid up Capital : Rp. 6,548,000,000.-

Shareholders/Owners :

a. Mr. Wang Tinggong	- Rp. 2,291,800,000.- (35.0%)
b. Mr. Ma Naigang	- Rp. 1,964,400,000.- (30.0%)
c. Mr. Wang Jinlong	- Rp. 1,637,000,000.- (25.0%)
d. Mr. Li Gongkai	- Rp. 130,960,000.- (2.0%)
e. Mr. Wang Xiufeng	- Rp. 130,960,000.- (2.0%)
f. Mr. Liu Ming	- Rp. 130,960,000.- (2.0%)
g. Mr. Chen Shoudong	- Rp. 65,480,000.- (1.0%)
h. Mr. Xu Tinghua	- Rp. 65,480,000.- (1.0%)
i. Mr. Ma Shengbin	- Rp. 32,740,000.- (0.5%)
j. Mr. Ma Shengwu	- Rp. 32,740,000.- (0.5%)
k. Mr. Wu Guangsheng	- Rp. 32,740,000.- (0.5%)
l. Mr. You Wenkai	- Rp. 32,740,000.- (0.5%)

BUSINESS ACTIVITIES

Lines of Business :

Wooden (Veneer) Industry

Production Capacity :

Veneer - 6,000 cubic meters p.a.

Total Investment :

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.

Owned Capital - Rp. 10.0 billion

Started Operation :
September 2017

Brand Name :
Jiuda Senlin Indonesia

Technical Assistance :
None

Number of Employee :
87 persons

Marketing Area :
Local - 30%
Export - 70%

Main Customer :
Building material trader, distributors, buyers in India and China

Market Situation :
Very Competitive

Main Competitors :
a. P.T. JABAR UTAMA WOOD MANUFACTURING
b. P.T. KAYU LAPIS INDONESIA
c. P.T. RIMBA MAKMUR BERSAMA
d. P.T. SLJ GLOBAL Tbk
e. Etc

Business Trend :
Growing

BANKER, AUDITOR & LITIGATION

Bankers :

- a. P.T. Bank CENTRAL ASIA Tbk
Jalan Pemuda 90-92
Semarang, Central Java
Indonesia
- b. P.T. Bank MANDIRI Tbk
Jalan Pemuda No. 73
Semarang, Central Java
Indonesia

Auditor :

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.

Internal Auditor

Litigation :

No litigation record in our database

FINANCIAL FIGURE

Annual Sales (estimated) :

2017 – Rp. 56.0 billion (September – December)

Net Profit (estimated) :

2017 – Rp. 4.9 billion

Payment Manner :

Slow but correct

Financial Comments :

Fairly strong

KEY EXECUTIVES

Board of Management :

President Director

- Mr. Wang Tinggong

Directors

- a. Mr. Ma Naigang

b. Mr. Wang Jinlong

Board of Commissioners :

President Commissioner

- Mr. Liu Ming

Commissioners

- a. Mr. Chen Shoudong

b. Mr. Li Gongkai

c. Mr. Ma Shengbin

d. Mr. Ma Shengwu

e. Mr. Wang Xiufeng

f. Mr. Wu Guangsheng

g. Mr. Xu Tinghua

h. Mr. You Wenkai

Signatories :

President Director (Mr. Wang Tinggong) or one of the Directors (Mr. Ma Naigang or Mr. Wang Jinlong) which must be approved by Board of Commissioner

CAPABILITIES

Management Capability :

Fairly Good

Business Morality :

Fairly Good

OVERALL PERFORMANCE

P.T. JIUDA SENLIN INDONESIA (P.T. JSI) was established in Semarang, Central Java based on notary deed Mr. Bambang Riyadi, SH., no. 84 dated 25 April 2016 with the authorized capital of Rp. 10,192,000,000 wholly issued and paid up. The founding shareholders of the company are Mr. Wang Tinggong, Mr. Ma Naigang, Mr. Wang Jinlong, Mr. Guo Zhaoxin, Mr. Li Gongkai, Mr. Wang Xiufeng, Mr. Xing Guihai and Mr. Liu Ming all businessmen of China. Its article of association had been changed and according to revision notary deed Mrs. Nuning Widyawati, SH., no. 02 dated 5 September 2017 the company authorized capital was reduced at Rp. 6,548,000,000 of which fully paid up. On the same occasion Mr. Guo Zhaoxin, and Mr. Xing Guihai pulled out and into the company entered by Mr. Chen Shoudong, Mr. Ma Shengbin, Mr. Ma Shengwu, Mr. Wu Guangsheng, Mr. Xu Tinghua and Mr. You Wenkai of China as new shareholders. For further the composition of its shareholders see profile of this report. The amendment was approved by the Ministry of Law and Human Rights in its decision letter No. AHU-0016416.AH.01.02.TH.2017 dated September 6, 2017.

P.T. JSI is a Foreign Investment (PMA) company facility dealing with wooden (veneer) industry. Its plant is located at Jalan Raya Bandungrejo Km. 12, Desa Bandungrejo, Kecamatan Mranggen, Demak, Central Java standing on a land of 11,000 sq. meters landsite. According information the whole raw materials like logs obtained from Central Java, East Java, Kalimantan and Sumatra. The company's products are manufactured to meet international specifications and are currently being exported throughout China and India. Currently the company produces veneer of 6,000 cubic meter respectively per annum. According information some 30% of the products marketed locally through furniture manufacturing, real estate, building contracting, trading and distribution of building materials and many more. Meanwhile some 70% of the products is exported to China and India. We observe the operation of P.T. JSI has been growing and developing well in the last one year.

The woodworking and wood products business, with considerations both internal and external factors as well as long term business development. Nevertheless, forestry industry still faces many obstacles, including environmental issues and fluctuating wood price. We hope that any strategic decision taken by the Company will keep in prudential and in accordance with good corporate governance principles. We are sure that P.T. JSI will be able to maintain its business in the next years. The growth of said business is evident from the production and utility growth of the processed wood export volume and export value of plywood and sawn timber below:

Type of Commodities	Forest Wood Production, 2012 – 2017* (M3)					
	2012	2013	2014	2015	2016	2017*
Logs	49,258,25 5	45,770,45 4	44,963,51 9	35,290,28 8	37,054,802	38,907,542
Sawn timber	1,100,096	992,867	1,458,624	1,765,080	1,774,985	1,863,734

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.

Plywood	3,310,863	3,261,970	3,579,113	3,640,631	3,859,069	4,052,022
---------	-----------	-----------	-----------	-----------	-----------	-----------

Until this time P.T. JSI has not been registered with Indonesian Stock Exchange, so that they had not obliged to announce their financial statement. The management of P.T. JSI is very reclusive towards outsiders and rejected to disclose its financial condition. We observed that total sales turnover of the company in the first year operation September to December 2017 amounted to Rp. 56.0 billion and projected to go on rising by at least 5% in 2018. The operation in 2017 yielded an estimated net profit of at least Rp. 4.9 billion and the company has an estimated total networth of at least Rp. 10.0 billion. So far, we did not heard that the company having been black listed by the Central Bank (Bank Indonesia). The company usually pays its debts punctually to suppliers.

The management of P.T. JSI is led by Mr. Wang Tinggong (52) a businessman and professional manager of China with experience in wooden (veneer) industry. The company's management is handled by professional staff in the above business. They have wide relations with private businessmen within and outside the country. So far, we did not hear that the management of the company being filed to the district court for detrimental cases or involved in any business malpractices. The company's litigation record is clean and it has not registered with the black list of Bank of Indonesia. P.T. JIUDA SENLIN INDONESIA is sufficiently fairly good for business transaction.

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 69.66
UK Pound	1	INR 89.40
Euro	1	INR 80.25
IDR	1	INR 0.0048

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

INFORMATION DETAILS

Analysis Done by :	VIVR
Report Prepared by :	TPT

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)