

MIRA INFORM REPORT

Report No. :	525868
Report Date :	23.08.2018

IDENTIFICATION DETAILS

Name :	GRAVITA VENTURES LIMITED
Registered Office :	No. 80/81, Nyerere Road, Dar Es Salaam,
Country :	Tanzania
Financials (as on) :	31.12.2017 (Summarized)
Date of Incorporation :	12.06.2015
Legal Form :	Limited Corporation
Line of Business :	Registered to operate as recycling and production of non-ferrous metal
No. of Employees :	50

RATING & COMMENTS

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

MIRA's Rating :	B
-----------------	---

Credit Rating	Explanation	Rating Comments
B	Medium Risk	Business dealings permissible on a regular monitoring basis

Status :	Moderate
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)
Tanzania	B2	B1

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

TANZANIA - ECONOMIC OVERVIEW

Tanzania has achieved high growth rates based on its vast natural resource wealth and tourism with GDP growth in 2009-17 averaging 6%-7% per year. Dar es Salaam used fiscal stimulus measures and easier monetary policies to lessen the impact of the global recession and in general, benefited from low oil prices. Tanzania has largely completed its transition to a market economy, though the government retains a presence in sectors such as telecommunications, banking, energy, and mining.

The economy depends on agriculture, which accounts for slightly less than one-quarter of GDP and employs about 65% of the work force, although gold production in recent years has increased to about 35% of exports. All land in Tanzania is owned by the government, which can lease land for up to 99 years. Proposed reforms to allow for land ownership, particularly foreign land ownership, remain unpopular.

The financial sector in Tanzania has expanded in recent years and foreign-owned banks account for about 48% of the banking industry's total assets. Competition among foreign commercial banks has resulted in significant improvements in the efficiency and quality of financial services, though interest rates are still relatively high, reflecting high fraud risk. Banking reforms have helped increase private-sector growth and investment.

The World Bank, the IMF, and bilateral donors have provided funds to rehabilitate Tanzania's aging infrastructure, including rail and port, which provide important trade links for inland countries. In 2013, Tanzania completed the world's largest Millennium Challenge Compact (MCC) grant, worth \$698 million, but in late 2015, the MCC Board of Directors deferred a decision to renew Tanzania's eligibility because of irregularities in voting in Zanzibar and concerns over the government's use of a controversial cybercrime bill.

The new government elected in 2015 has developed an ambitious development agenda focused on creating a better business environment through improved infrastructure, access to financing, and education progress, but implementing budgets remains challenging for the government. Recent policy moves by President MAGUFULI are aimed at protecting domestic industry and have caused concern among foreign investors.

Source : CIA

COMPANY NAME

Registered Name: **GRAVITA VENTURES LIMITED**
Requested Name: **GRAVITA VENTURES LIMITED**
Other Names: **None**

ADDRESS AND TELECOMMUNICATION

Physical Address: **No. 80/81, Nyerere Road,
Dar Es Salaam,
Tanzania**
Country: **Tanzania**
Phone: **255-2685059009**
Fax: **255-2685059009**
Email: **vijay.kudal@gravitaindia.com**
Website: **www.gravitaindia.com**

CREDIT OPINION

Financial Index as of December 2017 shows subject firm with a medium risk of credit. However, bank and credit information obtained reveal a history of prompt payments

LEGAL

Legal Form: **Limited Corporation**
Date Incorporated: **12-June-2015**
Reg. Number: **Tanzania**
Nominal Capital: **TZS. 20,000,000**
Subscribed Capital: **TZS. 20,000,000**
Subscribed Capital is Subscribed in the following form:

	Position	Shares
Rajat Agrawal	Group Chairman	
Naresh Gohel	Director	
Vijay Kudal	Director/Manager	
Gravita India Ltd	Holding Co.	100%

RELATED COMPANIES

Gravita India Ltd	Parent company.
None	Subsidiary company.
Various in Group	Affiliated company.
None	Shareholder of subject firm.
None	Branches of the firm

OPERATIONS

Registered to operate as recycling and production of non-ferrous metal	
Imports:	Asia
Exports:	None
Trademarks:	None
Terms of sale:	Cash (30%) and 25-90 days (70%), invoices.
Main Customers:	Industries, firms and organizations
Employees:	50 employees.
Vehicles:	Several motor vehicles.
Territory of sales:	Tanzania
Location:	Leased premises, 12,000 square feet,

AUDITORS AND INSURANCE

Auditors:	Information not available.
Insurance Brokers:	Information not available.

FINANCE

Currency Reported:	Tanzanian Shillings (TZS.)
Fiscal Year End:	December 31, 2017

Inflation: According to information given by independent sources, the inflation at December 31st, 2017 was of 13%.

Financial Information Submitted Below

BANK

Bank Name: Exim Bank (Tanzania)
Branch: Tanzania
Comments: None

TRADE REFERENCES

Experiences: Good

NOTARIAL BONDS None

COMMENTS / ADDITIONAL INFORMATION

This information was obtained from outside sources other than the subject company itself and confirmed the above subject.

GRAVITA VENTURES LIMITED
 BALANCE SHEET AS AT 31.03.2018

	(Amount in TZS)	
	As at March 31, 2018	As at March 31, 2017
ASSETS		
Non-Current Assets		
Property, plant and equipment	3,485,664	4,266,001
Other non-current assets	2,000,000	1,000,000
	5,485,664	5,266,001
Current Assets		
Inventories	138,733,415	163,843,048
Cash and cash equivalents	70,898,772	142,573,586
Other financial assets	6,138,020	-
Other current assets	140,357,332	27,853,965
	356,127,540	334,270,599
TOTAL ASSETS	361,613,204	339,536,599
EQUITY AND LIABILITIES		
Equity		
Share capital	20,000,000	20,000,000
Other Equity	(226,113,695)	(152,387,804)
	(206,113,695)	(132,387,804)
Current Liabilities		
Financial liabilities		
Trade payables		
Outstanding other than micro and small enterprises	105,213,845	1,917,797
Provisions	-	2,248,824
Other current liabilities	462,513,053	467,757,782
	567,726,899	471,924,404
TOTAL LIABILITIES	361,613,204	339,536,600

GRAVITA VENTURES LIMITED
 Statement of Profit and Loss for the year ended 31st Mar 2018

	(Amount in TZS)	
	For the year ended March 31, 2018	For the year ended March 31, 2017
INCOME		
Revenue from operations	2,640,393,534	609,295,014
Total revenue (I)	2,640,393,534	609,295,014
EXPENSES		
Purchase of stock-in-trade (traded goods)	2,366,497,151	670,829,380
Changes in inventories of finished goods, work-in-progress and	25,109,633	(163,843,048)
Employee benefits expenses	45,315,527	37,380,556
Depreciation and amortisation expenses	780,336	596,799
Other expenses	276,416,778	216,719,131
Total expenses (II)	2,714,119,425	761,682,819
PROFIT BEFORE TAX (I - II)	(73,725,891)	(152,387,804)
Add: Exceptional items	-	-
PROFIT BEFORE TAX	(73,725,891)	(152,387,804)
Prior Period Items	-	-
Profit Before Tax	(73,725,891)	(152,387,804)
PROFIT FOR THE YEAR/PERIOD	(73,725,891)	(152,387,804)

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 69.67
UK Pound	1	INR 89.40
Euro	1	INR 80.25
TZS	1	INR 0.031

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

INFORMATION DETAILS

Analysis Done by :	NIY
Report Prepared by :	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)