

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 1

MIRA INFORM REPORT

Report No. :	525854
Report Date :	28.08.2018

IDENTIFICATION DETAILS

Name :	PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED
Registered Office :	Unit 1-11, 6/F., Kar Wah Industrial Building, 8 Leung Yip Street, Yuen Long, New Territories
Country :	Hong Kong
Date of Incorporation :	08.04.2015
Com. Reg. No.:	64591283
Legal Form :	Private Limited Company
Line of Business :	Trader and Manufacturer of all kinds of protective gloves, labour gloves and other industrial safety products such as aprons, rainwear, PE and PVC shoes covers, gloves, cotton gloves, leather gloves, nylon gloves, PVC gloves, goggles, masks, respirators, garden gloves, light reflecting clothes
No. of Employees :	23. (Including associates)

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 :

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.

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 2

Any query related to this report can be made on e-mail : 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)
Hong Kong	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

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 3

HONG KONG - ECONOMIC OVERVIEW

Hong Kong has a free market economy, highly dependent on international trade and finance - the value of goods and services trade, including the sizable share of reexports, is about four times GDP. Hong Kong has no tariffs on imported goods, and it levies excise duties on only four commodities, whether imported or produced locally: hard alcohol, tobacco, hydrocarbon oil, and methyl alcohol. There are no quotas or dumping laws. Hong Kong continues to link its currency closely to the US dollar, maintaining an arrangement established in 1983.

Excess liquidity, low interest rates and a tight housing supply have caused Hong Kong property prices to rise rapidly. The lower and middle-income segments of the population increasingly find housing unaffordable.

Hong Kong's open economy has left it exposed to the global economic situation. Its continued reliance on foreign trade and investment makes it vulnerable to renewed global financial market volatility or a slowdown in the global economy.

The mainland has long been Hong Kong's largest trading partner, accounting for about half of Hong Kong's total trade by value. Hong Kong's natural resources are limited, and food and raw materials must be imported. As a result of China's easing of travel restrictions, the number of mainland tourists to the territory surged from 4.5 million in 2001 to 47.3 million in 2014, outnumbering visitors from all other countries combined. After peaking in 2014, overall tourist arrivals dropped 2.5% in 2015 and 4.5% in 2016. The tourism sector rebounded in 2017, with visitor arrivals rising 3.2% to 58.47 million. Travelers from Mainland China totaled 44.45 million, accounting for 76% of the total.

The Hong Kong Government is promoting the Special Administrative Region (SAR) as the preferred business hub for renminbi (RMB) internationalization. Hong Kong residents are allowed to establish RMB-denominated savings accounts, RMB-denominated corporate and Chinese government bonds have been issued in Hong Kong, RMB trade settlement is allowed, and investment schemes such as the Renminbi Qualified Foreign Institutional Investor (RQFII) Program was first launched in Hong Kong. Offshore RMB activities experienced a setback, however, after the People's Bank of China changed the way it set the central parity rate in August 2015. RMB deposits in Hong Kong fell from 1.0 trillion RMB at the end of 2014 to 559 billion RMB at the end of 2017, while RMB trade settlement handled by banks in Hong Kong also shrank from 6.8 trillion RMB in 2015 to 3.9 trillion RMB in 2017.

Hong Kong has also established itself as the premier stock market for Chinese firms seeking to list abroad. In 2015, mainland Chinese companies constituted about 50% of the firms listed on the Hong Kong Stock Exchange and accounted for about 66% of the exchange's market capitalization.

During the past decade, as Hong Kong's manufacturing industry moved to the mainland, its service industry has grown rapidly. In 2014, Hong Kong and China signed a new agreement on achieving basic liberalization of trade in services in Guangdong Province under the Closer Economic Partnership Agreement (CEPA), adopted in 2003 to forge closer ties between Hong Kong and the mainland. The new measures, which took effect in March 2015, cover a negative list and a most-favored treatment provision. On the basis of the Guangdong Agreement, the Agreement on Trade in Services signed in November 2015 further enhanced liberalization, including extending the implementation of the majority of Guangdong pilot liberalization measures to the whole Mainland, reducing the restrictive measures in the negative list, and adding measures in the positive lists for cross-border services as well as cultural and telecommunications services. In June 2017, the Investment Agreement and the Agreement on Economic and Technical Cooperation (Ecotech Agreement) were signed under the framework of CEPA.

Hong Kong's economic integration with the mainland continues to be most evident in the banking and finance sector. Initiatives like the Hong Kong-Shanghai Stock Connect, the Hong Kong- Shenzhen Stock Connect the Mutual Recognition of Funds, and the Bond Connect scheme are all important steps towards opening up the Mainland's capital markets and have reinforced Hong Kong's role as China's leading offshore RMB market. Additional connect schemes such as ETF Connect (for exchange-traded fund products) are also under exploration by Hong Kong authorities. In 2017, Chief Executive Carrie LAM announced plans to increase



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>

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 4

government spending on research and development, education, and technological innovation with the aim of spurring continued economic growth through greater sector diversification.

Source : CIA

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.

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 5

NOTE

The company does not have 'Unit 18' in its registered address.

COMPANY NAME AND ADDRESS

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED

ADDRESS: Unit 1-11, 6/F., Kar Wah Industrial Building, 8 Leung Yip Street, Yuen Long, New Territories, Hong Kong.

PHONE: 852-2475 9228, 2477 8472

FAX: 852-2478 9868, 2475 8849

E-MAIL: ptao@piphkg.com.hk
grace@piphkg.com.hk

MANAGEMENT

Managing Director: Mr. Tao Jun Hwa, Paul

SUMMARY

Incorporated on: 8th April, 2015.

Organization: Private Limited Company.

Issued Share Capital: US\$656,868.00

Business Category: Protective Glove Trader and Manufacturer.

Employees: 23. (Including associates)

Main Dealing Banker: Bank of China (Hong Kong) Ltd., Hong Kong.

Banking Relation: Satisfactory.

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.

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 6

ADDRESS

Registered Head Office:-

Unit 1-11, 6/F., Kar Wah Industrial Building, 8 Leung Yip Street, Yuen Long, New Territories, Hong Kong.

Holding Company:

PIP Global Holdings Inc., US.

Associated Companies:-

Black Pearl Productions Inc., US.

Century Glove Inc., US.

Emery Enterprises Ltd., Hong Kong. (Dissolved)

McHenry Manufacturing Inc., US.

PIP Balkans SA, Greece.

PIP Europe S.r.l., Italy.

PIP Iberica S.L., Spain.

PIP Italy Srl, Italy.

PIP Latin America - GDC S.A., Panama.

PIP Mexico-Productos Industriales de Proteccion S.A. de C.V., Mexico.

PIP Southeast Asia Sdn. Bhd., Malaysia.

PPE Global Sourcing (Shanghai) Ltd., China.

PR Industries Inc., US.

Productos Industriales de Proteccion, S.A., De C.V., Mexico.

Protective Industrial Products (Australia) Pty. Ltd., Australia.

Protective Industrial Products (Latin America) S.A., Panama.

Protective Industrial Products AMEA Ltd., Hong Kong.

Protective Industrial Products Asia Pacific (China) Ltd., China.

Protective Industrial Products Asia Pacific Ltd., Hong Kong.

Protective Industrial Products Canada Ltd., Canada.

Protective Industrial Products Europe SRL, Spain.

Protective Industrial Products France P.I.P., France.

Protective Industrial Products Inc., US.

Protective Industrial Products Manufactory Ltd., Hong Kong.

Safe Industries Inc., US.

Well Gain Fine Chemicals Co. Ltd., Hong Kong.

Wellson Enterprises Ltd., Hong Kong.

WJE Ltd., Hong Kong.

BUSINESS REGISTRATION NUMBER

64591283

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 7

COMPANY FILE NUMBER

2220941

MANAGEMENT

Managing Director: Mr. Tao Jun Hwa, Paul

ISSUED SHARE CAPITAL

US\$656,868.00

SHAREHOLDER

(As per registry dated 08-04-2018)

<u>Name</u>	<u>No. of shares</u>
PIP Global Holdings Inc. 2140 S. Dupont Highway, Camden, Delaware, 19934, U.S.	656,868 =====

DIRECTORS

(As per registry dated 08-04-2018)

<u>Name</u> <u>(Nationality)</u>	<u>Address</u>
Joseph Anthony MILOT JR	968 Albany Shaker Road, Latham, New York, 12110 U.S.
Joseph Anthony MILOT III	968 Albany Shaker Road, Latham, New York 12110, U.S.
Bridget Nicole MILOT	968 Albany Shaker Road, Latham, New York 12110, U.S.
TAO Jun Hau, Junior	House 55, Rolling Hills, Phase II, 18 Hung Fa Hom Road, Ngau Tam Mei, New Territories, Hong Kong.
TAO Jun Hwa, Paul	Flat 1, 2/F., Block B, Peninsula Heights, 63 Broadcast Drive, Kowloon Tong, Kowloon, Hong Kong.

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 8

SECRETARY

(As per registry dated 08-04-2018)

<u>Name</u>	<u>Address</u>	<u>Co. No.</u>
Busiaid Management Services Ltd.	Room 1401, 14/F., Hung Tak Building, 106 Des Voeux Road Central, Hong Kong.	0033062

HISTORY

The subject was incorporated on 8th April, 2015 as a private limited liability company under the Hong Kong Companies Ordinance.

The subject registered its Chinese name on 2nd November, 2015.

Apart from these, neither material change nor amendment has been ever traced and noted.

OPERATIONS

Activities: Protective Glove Trader and Manufacturer.

Lines: All kinds of protective gloves, labour gloves and other industrial safety products such as aprons, rainwear, PE and PVC shoes covers, gloves, cotton gloves, leather gloves, nylon gloves, PVC gloves, goggles, masks, respirators, garden gloves, light reflecting clothes.

Employees: 23. (Including associates)

Raw Materials: Imported from European countries and finished products from China.

Markets: US, Canada, Europe, China, Japan, South Korea, Taiwan, Mexico and other Southeast Asian countries.

Terms/Sales: L/C, T/T and D/P.

Terms/Buying: As per contracted.

FINANCIAL INFORMATION

Issued Share Capital: US\$656,868.00

Mortgage or Charge: (See attachment)

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.

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 9

Profit or Loss:	Business is profitable.
Condition:	Keeping in a satisfactory condition.
Facilities:	Making active use of general banking facilities.
Payment:	No complaints.
Commercial Morality:	Good.
Bankers:-	Bank of China (Hong Kong) Ltd., Hong Kong. Citibank, N.A., Hong Kong. Industrial & Commercial Bank of China (Asia) Ltd., Hong Kong.
Standing:	Good.

GENERAL

Protective Industrial Products Hong Kong Limited is a wholly-owned subsidiary of PIP Global Holdings Inc. which is a US-based company.

The subject is a member of the PIP Group. The directors of the subject are two members of the Tao family and three American.

The subject is a gloves trader. It carries all kinds of protective gloves and labour gloves. Products are principally manufactured by its associated or related manufacturers in Guangdong Province, China. Finished products are exported to the United States, Mexico, Canada, Europe and Southeast Asia.

The operating office of the subject is also the Asia headquarters of the PIP Group.

The subject has an associated company in the United States known as Protective Industrial Products Inc. [PIP]. PIP is jointly owned by Joe Milot, PIP's president, and Wellson Tao Ket Chan.

Since 1984, PIP has operated as a supplier of work gloves which are distributed throughout the United States. In recent years, it has developed its operations to Mexico, Australia, China and Panama.

PIP is the exclusive supplier of "*Marigold*[®]" industrial gloves in the United States and Mexico. PIP is a supplier of gloves to industrial distributors throughout the United States. Over the years, PIP has grown from a specialist in inspection gloves to a full line provider of work gloves. It is now one of the leading companies supplying work gloves to industrial distributors nationally.

PIP is owned equally by its two shareholders, Mr. Joseph Milot and Mr. Wellson Tao. Mr. Milot is President of PIP.

Over the years, PIP has grown from a specialist in inspection gloves to a provider of a full line of work gloves.

Now, PIP and the subject are marketing the following gloves:-

Unsupported Liquid Proof Gloves

- General Purpose Unsupported Latex by "*Marigold*[®]";

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.

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 10

- Heavy Weight Unsupported Latex by “Marigold[®]”;
- Unsupported Chemical Resistant Gloves by “Marigold[®]”; &
- Unsupported Chemical Resistant Gloves by “TOWA[®]”.

Coated Gloves

- “Nitrotough[™]” Series Premium Nitrile Dipped;
- “ArmorCoat[™]” Series Nitrile Coated;
- “ActivGrip[™]” Coated Gloves by “TOWA[®]”;
- PVC Coated Gloves on Seamless Liner by “TOWA[®]”;
- “ProCoat[™]” PVC Coated Gloves;
- General Purpose Coated Gloves;
- “Excalibur[™]” Cut and Sewn Nitrile; &
- Latex Rubber and Neoprene Coated Gloves.

Disposable Gloves

- “Ambidex[™]” Disposable Vinyl Gloves; Disposable Nitrile, Latex and Synthetic Gloves.

Cut Resistant Gloves

- Cut Resistant Gloves and Sleeves.

String Knit Gloves

- Coated String Knit Gloves;
- Specialty Coated String Knit Gloves; &
- String Knit Gloves.

Leather Gloves

- Cowhide Drivers Gloves;
- Pigskin and Goatskin Gloves;
- Insulated Cowhide and Pigskin Drivers;
- Insulated Work Gloves;
- Leather Palms; &
- Welders and Foundry Gloves.

Ergonomic Gloves

- Maximum “Safety[™]” Mechanics’ and Anti-Vibration Gloves.

Cotton Gloves

- Cotton Canvas Gloves;
- Cotton Jersey and Terry Cloth Gloves.

Critical Environment Gloves

- “CleanTeam[™]” Cotton Inspection Gloves; Low Lint Inspection Gloves; Parts Handler Gloves; & Critical Environment Gloves.

Parade Gloves

- “Cabaret[™]” Parade Gloves.

The subject has had an associated company known as Protective Industrial Products Manufactory Ltd. [PIPM], a Hong Kong-registered company located at the same address. PIPM is trading in the following commodities: Protective Clothing (Hi-Visi Clothing), Apron (Industrial) (leather included), Industrial Rainwear, Shoe Cover - PE & PVC, Work Gloves, Gloves - Industrial, Cotton, Gloves - Industrial, Leather, Gloves - Industrial, Nylon, Gloves, etc.

Currently, PIP has two manufacturing facilities in the United States that produce gloves, sleeves, and garments made with Kevlar[®].



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>

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 11

Now, the PIP Group has over 320 employees worldwide. Global presence in the America, Europe and Asia Pacific region.

The annual sales turnover of the Group is over US\$200 million. The Group has over 3,500 products available from distribution centres totalling 500,000 sq.ft in the United States alone.

The subject is fully supported by the PIP Group.

The business of the subject is normal. History in Hong Kong is over three years and four months.

On the whole, consider it good for normal business engagements.

MORTGAGE OR CHARGE

Date	Description of Instrument	Mortgagee
27-04-2018	Joinder to Guarantee and Collateral Agreement	Citizens Bank, N.A. 28 State Street, Boston, MA 02019, U.S.
27-04-2018	Joinder to Second Lien Guarantee and Collateral Agreement	ICC Debt Administration LLC 600 Lexington Avenue, 24th Floor, New York, NY 10022, U.S.

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.

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 12

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 70.04
UK Pound	1	INR 89.95
Euro	1	INR 81.30
HKD	1	INR 8.94

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

INFORMATION DETAILS

Analysis Done by :	DIV
Report Prepared by :	SYL

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.

PROTECTIVE INDUSTRIAL PRODUCTS HONG KONG LIMITED - 525854 PAGE NO. : 13

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)

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.