

## MIRA INFORM REPORT

Report No. :	526436
Report Date :	31.08.2018

### IDENTIFICATION DETAILS

Name :	COVESTRO (HONG KONG) LIMITED SINGAPORE BRANCH
Formerly Known As :	BAYER MATERIALSCIENCE LIMITED SINGAPORE BRANCH
Registered Office :	6A, Shenton Way, 04-02/08, 068815
Country :	Singapore
Financials (as on) :	31.12.2016
Date of Incorporation :	23.04.2015
Com. Reg. No.:	T15FC0056G
Legal Form :	Foreign company
Line of Business :	The subject is engaged in the trading of chemical and plastic products.
No. of Employees :	Not Available

### RATING & COMMENTS

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

MIRA's Rating :	B
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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 :

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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)
Singapore	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

**SINGAPORE - ECONOMIC OVERVIEW**

Singapore has a highly developed and successful free-market economy. It enjoys an open and corruption-free environment, stable prices, and a per capita GDP higher than that of most developed countries. Unemployment is very low. The economy depends heavily on exports, particularly of electronics, petroleum products, chemicals, medical and optical devices, pharmaceuticals, and on Singapore's vibrant transportation, business, and financial services sectors.

The economy contracted 0.6% in 2009 as a result of the global financial crisis, but has continued to grow since 2010. Growth from 2012-2017 was slower than during the previous decade, a result of slowing structural growth - as Singapore reached high-income levels - and soft global demand for exports. Growth recovered to 3.6% in 2017 with a strengthening global economy.

The government is attempting to restructure Singapore's economy to reduce its dependence on foreign labor, raise productivity growth, and increase wages amid slowing labor force growth and an aging population. Singapore has attracted major investments in advanced manufacturing, pharmaceuticals, and medical technology production and will continue efforts to strengthen its position as Southeast Asia's leading financial and technology hub. Singapore is a signatory of the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP), and a party to the Regional Comprehensive Economic Partnership (RCEP) negotiations with nine other ASEAN members plus Australia, China, India, Japan, South Korea, and New Zealand. In 2015, Singapore formed, with the other ASEAN members, the ASEAN Economic Community.

Source : CIA

## **EXECUTIVE SUMMARY**

REGISTRATION NO.	: T15FC0056G
COMPANY NAME	: <b>COVESTRO (HONG KONG) LIMITED SINGAPORE BRANCH</b>
FORMER NAME	: BAYER MATERIALSCIENCE LIMITED SINGAPORE BRANCH (24/08/2015)
INCORPORATION DATE	: 23/04/2015
COMPANY STATUS	: EXIST
LEGAL FORM	: FOREIGN COMPANY
LISTED STATUS	: NO
REGISTERED ADDRESS	: 6A, SHENTON WAY, 04-02/08, 068815, SINGAPORE.
BUSINESS ADDRESS	: 04-02 TO 04-08 6A SHENTON WAY, OUE DOWNTOWN GALLERY, 068815, SINGAPORE.
TEL.NO.	: 65-68014593
FAX.NO.	: N/A
CONTACT PERSON	: LI PUI YEE ( DIRECTOR )
PRINCIPAL ACTIVITY	: TRADING OF CHEMICAL AND PLASTIC PRODUCTS
SALES	: USD 34,092,977 [2016]
NET WORTH	: USD 5,306,503 [2016]
STAFF STRENGTH	: N/A
LITIGATION	: CLEAR
FINANCIAL CONDITION	: FAIR
PAYMENT MANAGEMENT	: SLOW BUT CORRECT
CAPABILITY	: AVERAGE
COMMERCIAL RISK	: MODERATE
CURRENCY EXPOSURE	: MODERATE
GENERAL REPUTATION	: SATISFACTORY
INDUSTRY OUTLOOK	: MARGINAL GROWTH

## **HISTORY / BACKGROUND**

The Subject is principally engaged in the (as a / as an) trading of chemical and plastic products.

### **Former Address(es) Address**

63 CHULIA STREET OCBC CENTRE EAST, 14TH FLOOR, 049514  
No shareholders was found in our databank at the time of investigation

**As At  
Date  
N/A**

## **DIRECTORS**

### **DIRECTOR 1**

Name Of Subject : NEOMI LI PUI YEE  
Address : FLAT D, 18/F, COURT A, TOWER 1, 33, LAI PING ROAD, DRAGONS RANGE, KAU TO SHAN, SHATIN, NEW TERRITORIES, HONG KONG.  
IC / PP No : D228703(0)  
Nationality : HONGKONGESE  
Date of Appointment : 01/01/2016

### **INTEREST CHECK**

Interest in companies : see below  
Interest in business : none in our databank  
Former interest : none in our databank

### **INTEREST IN COMPANY**

<b>N o</b>	<b>Local No</b>	<b>Company</b>	<b>Designation</b>	<b>App Date</b>	<b>Shareholding No. %</b>	<b>Profit/(loss) After Tax</b>	<b>Financial Year</b>	<b>Stat us</b>	<b>As At</b>
1	T15FC005 6G	COVESTRO (HONG KONG) LIMITED SINGAPORE BRANCH	Director	01/01/2016	0.00 -	USD(3,961,174.00)	2016	-	27/08/2018

### **DIRECTOR 2**

Name Of Subject : SAMIR HIFRI  
Address : 37B, TUNG TAU WAN ROAD, HONG KONG.  
IC / PP No : M591903(2)  
Nationality : AMERICAN  
Date of Appointment : 01/03/2018

### **INTEREST CHECK**

Interest in companies : see below  
Interest in business : none in our databank

**COVESTRO (HONG KONG) LIMITED SINGAPORE BRANCH - 526436**

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Former interest : none in our databank

**INTEREST IN COMPANY**

N o	Local No	Company	Designat ion	App Date	Shareholdi ng		Profit/(loss) After Tax	Financ ial Year	Stat us	As At
					No.	%				
1	T15FC005 6G	COVEST RO (HONG KONG) LIMITED SINGAPO RE BRANCH	Director	01/03/20 18	0.00	-	USD(3,961,17 4.00)	2016	-	27/08/20 18

**MANAGEMENT**

1) Name of : LI PUI YEE  
Subject  
Position : DIRECTOR

**AUDITOR**

No Auditor found in our databank

**COMPANY SECRETARIES**

1) Company : WILFREDO DELA CRUZ AGUILAR  
Secretary  
IC / PP No : S7262117D  
Address : 42, SOUTH BUONA VISTA ROAD, 01-01, BAYVILLE CONDOMINIUM, 118166,  
SINGAPORE.  
Date of : 01/07/2015  
Appointment  
Remarks : AUTHORISED REPRESENTATIVE

**BANKING**

No Banker found in our databank.

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## **ENCUMBRANCE (S)**

No encumbrance was found in our databank at the time of investigation.

## **CIVIL LITIGATION CHECK - SUBJECT COMPANY AS A DEFENDANT**

*\* A check has been conducted in our databank against the Subject whether the subject has been involved in any litigation.*

No legal action was found in our databank.

No winding up petition was found in our databank.

## **PAYMENT RECORD**

### SOURCES OF RAW MATERIALS:

Local : N/A  
Overseas : N/A

The staff from the registered office refused to disclose the Subject's suppliers.

The Subject refused to provide any name of trade/service supplier and we are unable to conduct any trade enquiry. However, from financial historical data we conclude that :

### OVERALL PAYMENT HABIT

Prompt 0-30 Days	[ ]	Good 31-60 Days	[ ]	Average 61-90 Days	[ X ]
Fair 91-120 Days	[ ]	Poor >120 Days	[ ]		

## **CLIENTELE**

Local : YES  
Domestic Markets : SINGAPORE  
Overseas : YES  
Export Market : ASIA  
Credit Term : N/A  
Payment Mode : CHEQUES  
TELEGRAPHIC TRANSFER (TT)

## **OPERATIONS**

Goods : CHEMICAL AND PLASTIC PRODUCTS  
Traded

Branch : NO  
Other Information:

The Subject is principally engaged in the (as a / as an) trading of chemical and plastic products.

Covestro is a leading supplier of high-tech polymers. Its portfolio includes polycarbonates as well as raw materials for polyurethanes, coatings, adhesives and others.

## **CURRENT INVESTIGATION**

Latest fresh investigations carried out on the Subject indicated that :

Telephone Number Provided By : N/A  
Client  
Current Telephone Number : 65-68014593  
Match : N/A  
Address Provided by Client : 04-02 TO 04-08 6A SHENTON WAY, OUE DOWNTOWN GALLERY  
068815 SINGAPORE  
Current Address : 04-02 TO 04-08 6A SHENTON WAY, OUE DOWNTOWN GALLERY,  
068815, SINGAPORE.  
Match : YES

### **Other Investigations**

We contacted one of the staff from the Subject's registered office and she only provided limited information.

She refused to disclose its fax number, number of employees and bankers.

The address provided is incomplete.

## **FINANCIAL ANALYSIS**

### **Profitability**

Turnover	:	Increased	[	69.91%	]
Profit/(Loss) Before Tax	:	Decreased	[	380.92%	]
Return on Shareholder Funds	:	Unfavourable	[	(74.65%)	]
Return on Net Assets	:	Unfavourable	[	(74.49%)	]

The increase in turnover could be due to the Subject adopting an aggressive marketing strategy. The Subject

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incurred losses during the year due to the inefficient control of its operating costs. The Subject's unfavourable returns on shareholders' funds indicate the management's inefficiency in utilising its assets to generate returns.

**Working Capital Control**

Stock Ratio	:	Favourable	[	20 Days	]
Debtor Ratio	:	Favourable	[	40 Days	]
Creditors Ratio	:	Favourable	[	45 Days	]

The Subject's stocks were moving fast thus reducing its holding cost. This had reduced funds being tied up in stocks. The favourable debtors' days could be due to the good credit control measures implemented by the Subject. The Subject had a favourable creditors' ratio where the Subject could be taking advantage of the cash discounts and also wanting to maintain goodwill with its creditors.

**Liquidity**

Liquid Ratio	:	Favourable	[	1.80 Times	]
Current Ratio	:	Favourable	[	2.22 Times	]

A minimum liquid ratio of 1 should be maintained by the Subject in order to assure its creditors of its ability to meet short term obligations and the Subject was in a good liquidity position. Thus, we believe the Subject is able to meet all its short term obligations as and when they fall due.

**Solvency**

Interest Cover	:	Nil	[	0.00 Times	]
Gearing Ratio	:	Favourable	[	0.00 Times	]

The Subject's interest cover was nil as it did not pay any interest during the year. The Subject had no gearing and hence it had virtually no financial risk. The Subject was financed by its shareholders' funds and internally generated fund. During the economic downturn, the Subject, having a zero gearing, will be able to compete better than those which are highly geared in the same industry.

**Overall Assessment :**

Although the Subject's turnover increased its profits however showed a reverse trend. The losses could be due to the management's failure to maintain its competitiveness in the market. The Subject was in good liquidity position with its total current liabilities well covered by its total current assets. With its current net assets, the Subject should be able to repay its short term obligations. The Subject did not make any interest payment during the year. The Subject was dependent on its shareholders' funds to finance its business needs. The Subject was a zero gearing company, it was solely dependant on its shareholders to provide funds to finance its business. The Subject has good chance of getting loans, if the needs arises.

**Overall financial condition of the Subject : FAIR**

**SINGAPORE ECONOMIC / INDUSTRY OUTLOOK**

Major Economic Indicators :	2013	2014	2015	2016	2017*
Population (Million)	5.40	5.47	5.54	5.61	5.61
Gross Domestic Products ( % )	5.1	3.9	2.2	2.4	3.6
Consumer Price Index	2.4	1.0	(0.5)	(0.5)	0.6
Total Imports (Million)	466,762.0	463,779.1	407,767.9	398,372.0	403,300.0
Total Exports (Million)	513,391.0	518,922.7	476,285.4	468,552.0	466,900.0
Unemployment Rate (%)	1.9	1.9	1.9	2.1	-
Tourist Arrival (Million)	15.46	15.01	15.23	16.28	-
Hotel Occupancy Rate (%)	86.3	85.5	84.0	83.1	84.7
Cellular Phone Subscriber (Million)	1.97	1.98	1.99	-	-

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Registration of New Companies (No.)	37,288	41,589	34,243	35,227	37,395
Registration of New Companies (%)	9.8	11.5	(17.7)	2.9	6.2
Liquidation of Companies (No.)	17,369	18,767	21,384	23,218	22,379
Liquidation of Companies (%)	(5.3)	8.0	13.9	8.6	(3.6)
Registration of New Businesses (No.)	22,893	35,773	28,480	27,120	22,148
Registration of New Businesses (%)	1.70	56.30	(20.39)	(4.78)	(18.33)
Liquidation of Businesses (No.)	22,598	22,098	26,116	35,866	24,344
Liquidation of Businesses (%)	0.5	(2.2)	18.2	37.3	(32.1)
Bankruptcy Orders (No.)	1,992	1,757	1,776	1,797	1,638
Bankruptcy Orders (%)	14.0	(11.8)	1.0	1.2	(8.9)
Bankruptcy Discharges (No.)	2,584	3,546	3,499	4,359	2,030
Bankruptcy Discharges (%)	37.4	37.2	(1.3)	24.6	(53.4)

**INDUSTRIES ( % of Growth ) :**

**Agriculture**

Production of Principal Crops	1.78	4.29	3.04	-	-
Fish Supply & Wholesale	(3.8)	(8.6)	(8.5)	(9.9)	-

**Manufacturing #**

Food, Beverages & Tobacco	97.9	99.4	100.0	103.7	110.3
Textiles	119.5	102.7	100.0	92.4	84.4
Wearing Apparel	334.1	212.6	100.0	83.4	88.2
Leather Products & Footwear	122.0	106.5	100.0	88.8	79.0
Wood & Wood Products	103.0	107.2	100.0	95.0	92.9
Paper & Paper Products	104.4	104.5	100.0	97.3	96.1
Printing & Media	113.8	105.968	100.0	85.1	73.1
Crude Oil Refineries	100.7	92.2	100.0	104.2	113.5
Chemical & Chemical Products	88.4	96.7	100.0	98.9	105.3
Pharmaceutical Products	101.421	109.4	100.0	113.8	96.0
Rubber & Plastic Products	109.497	109.2	100.0	91.4	93.7
Non-metallic Mineral	107.4	90.759	100.0	89.8	72.9
Basic Metals	77.2	99.3	100.0	106.2	108.3
Fabricated Metal Products	107.5	107.757	100.0	93.8	91.3
Machinery & Equipment	109.1	118.2	100.0	80.8	86.1
Electrical Machinery	87.4	97.871	100.0	101.5	111.7
Electronic Components	105.0	105.6	100.0	114.1	151.4
Transport Equipment	111.1	106.68	100.0	101.0	99.5

**Construction**

Real Estate	25.40	22.00	-	-	-
	88.5	145.1	-	-	-

**Services**

Electricity, Gas & Water	6.70	6.50	-	-	-
Transport, Storage & Communication	9.80	14.20	-	-	-
Finance & Insurance	3.30	6.00	-	7.40	-
Government Services	6.50	6.30	-	-	-

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Education Services	3.10	5.98	-	2.40	-
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\* Estimate / Preliminary

# Based on Index of Industrial Production (2015 = 100)

## **INDUSTRY ANALYSIS**

### **INDUSTRY : TRADING**

According to the Ministry of Trade and Industry, the wholesale & retail trade sector expanded to 3.0% in the fourth quarter of 2017, moderating from the 3.3% growth in the previous quarter. The wholesale trade segment was boosted by an improvement in foreign wholesale sales volume, which more than offset the weakness in domestic wholesale sales volume. For the whole of 2017, the sector expanded by 2.3%, faster than the 1.0% growth in 2016. The improvement in growth can be attributed to the wholesale segment.

The domestic wholesale sales volume fell by 1.1% in the fourth quarter 2017, reversing the 2.0% growth in the preceding quarter. The poorer outturn was led by declines in the sales volume of household equipment & furniture (-27%) and general wholesale merchandise (-19%), which outweighed the increase in the sales volume of telecommunications & computers (20%). For the whole of 2017, the domestic wholesale trade index expanded by 1.0%, a turnaround from the 2.7% decline in 2016.

On the other hand, foreign wholesale sales volume rose to 6.2% in the fourth quarter 2017, a step-up from the 5.1% growth in the preceding quarter. Growth was driven by expansions in the sales of petroleum & petroleum-related products (11%), telecommunications & computers (19%) and electronic components (16%). However, growth was partly offset by a 20% decline in the sales volume of metals, timber & construction materials. For the full year 2017, the foreign wholesale trade index rose by 3.6%, faster than the increase of 1.5% in the previous year.

Besides, retail sales volume rose by 2.1% in the fourth quarter 2017, improving from the 0.9% growth recorded in the third quarter. Growth was supported by improvements in both motor vehicle and non-motor vehicle sales volumes. While motor vehicle sales benefitted from an on-year increase in COE supply, growth in non-motor vehicle sales came on the back of an improvement in consumer sentiments. Notably, the sales volume of discretionary goods such as recreational goods, computer & telecommunication equipment and wearing apparel & footwear grew by 4.6%, 4.3 % and 3.1% respectively.

For the full year 2017, retail sales volume expanded by 1.3%, similar to the 1.5% growth recorded in 2016. Growth was driven by both motor vehicle sales and non-motor vehicle sales, which the former rising by 1.5% and the latter increasing by 1.3%. The rise in non-motor vehicle sales was underpinned by higher sales of discretionary goods. For instance, the sales volume of recreational goods (3.9%), watches & jewellery (2.4%), computer & telecommunications equipment (1.7%) and wearing apparel & footwear (1.5%) improved in 2017.

### **OVERALL INDUSTRY OUTLOOK : MARGINAL GROWTH**

## **CREDIT RISK EVALUATION & RECOMMENDATION**

Incorporated in 2015, the Subject is a Foreign company, focusing on trading of chemical and plastic products. The Subject has been in business for less than 5 years and it has slowly been building up contact with its clients while competing in the industry. However, it has yet to enjoy a stable market shares as it need to compete many well

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established players in the same field.

Investigation revealed, the Subject has penetrated into both the local and overseas market. The Subject has positioned itself in the global market and is competing in the industry. Its stable clientele base will enable the Subject to further enhance its business in the near term. Overall, we regard that the Subject's management capability is average. This indicates that the Subject has greater potential to improve its business performance and raising income for the Subject.

Despite the higher turnover, the Subject suffered pre-tax losses which reflected a highly competitive business environment. The Subject has generated an unfavourable return on shareholders' funds indicating that the management was inefficient in utilising its funds to generate return. The Subject is in good liquidity position with its current liabilities well covered by its current assets. Hence, it has sufficient working capital to meet its short term financial obligations. Being a zero geared company, the Subject virtually has no financial risk as it is mainly dependent on its internal funds to finance its business. Given a positive net worth standing at USD 5,306,503, the Subject should be able to maintain its business in the near terms.

The Subject's payment habit is average. With its adequate working capital, the Subject should be able to pay its short term debts.

The industry has reached its maturity stage and only enjoying a marginal growth. The steady growth of the country's economy will further enhance the industry activities. Thus, the Subject's future performance is very much depend on its marketing strategies in order to retain its position in the market.

In view of the above, we recommend credit be granted to the Subject with close monitoring.

## **PROFIT AND LOSS ACCOUNT**

### **THE FINANCIAL STATEMENTS WERE PREPARED IN ACCORDANCE WITH SINGAPORE FINANCIAL REPORTING STANDARDS.**

#### **COVESTRO (HONG KONG) LIMITED SINGAPORE BRANCH**

Financial Year End	2016-12-31	2015-12-31
Months	12	8
Consolidated Account	Company	Company
Audited Account	YES	YES
Unqualified Auditor's Report (Clean Opinion)	YES	YES
Financial Type	FULL	FULL
Currency	USD	USD
TURNOVER	34,092,977	20,065,701
	-----	-----
Total Turnover	34,092,977	20,065,701
Costs of Goods Sold	(31,915,488)	(16,219,038)
	-----	-----
Gross Profit	2,177,489	3,846,663
	-----	-----
PROFIT/(LOSS) FROM OPERATIONS	(3,952,567)	1,407,028
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PROFIT/(LOSS) BEFORE TAXATION	(3,952,567)	1,407,028
Taxation	(8,607)	(257,308)
	-----	-----
PROFIT/(LOSS) AFTER TAXATION	(3,961,174)	1,149,720
	-----	-----
<b>RETAINED PROFIT/(LOSS) BROUGHT FORWARD</b>		
As previously reported	1,149,720	-
	-----	-----
As restated	1,149,720	-
	-----	-----
PROFIT AVAILABLE FOR APPROPRIATIONS	(2,811,454)	1,149,720
	-----	-----
RETAINED PROFIT/(LOSS) CARRIED FORWARD	(2,811,454)	1,149,720
	=====	=====
DEPRECIATION (as per notes to P&L)	4,655	4,747
AMORTIZATION	632,504	316,252
	-----	-----
Total Amortization And Depreciation	637,159	320,999
	=====	=====

**BALANCE SHEET**

**COVESTRO (HONG KONG) LIMITED SINGAPORE BRANCH  
ASSETS EMPLOYED:**

FIXED ASSETS	2,142	3,028
<b>LONG TERM INVESTMENTS/OTHER ASSETS</b>		
Others	-	6,671
	-----	-----
TOTAL LONG TERM INVESTMENTS/OTHER ASSETS	-	6,671
<b>INTANGIBLE ASSETS</b>		
Others	-	1,897,512
	-----	-----
TOTAL INTANGIBLE ASSETS	-	1,897,512
	-----	-----
TOTAL LONG TERM ASSETS	2,142	1,907,211
<b>CURRENT ASSETS</b>		
Stocks	1,842,712	569,968
Trade debtors	3,779,678	6,243,520
Other debtors, deposits & prepayments	844,725	532,545
Amount due from related companies	2,958,343	963,782
Cash & bank balances	214,632	244,318
	-----	-----
TOTAL CURRENT ASSETS	9,640,090	8,554,133
	-----	-----
TOTAL ASSET	9,642,232	10,461,344
	=====	=====

**CURRENT LIABILITIES**

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**COVESTRO (HONG KONG) LIMITED SINGAPORE BRANCH - 526436**

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Trade creditors	3,964,609	3,503,824
Other creditors & accruals	246,735	117,862
Amounts owing to related companies	115,505	643,993
Provision for taxation	8,880	257,308
	-----	-----
<b>TOTAL CURRENT LIABILITIES</b>	<b>4,335,729</b>	<b>4,522,987</b>
	-----	-----
<b>NET CURRENT ASSETS/(LIABILITIES)</b>	<b>5,304,361</b>	<b>4,031,146</b>
	-----	-----
<b>TOTAL NET ASSETS</b>	<b>5,306,503</b>	<b>5,938,357</b>
	=====	=====
	-----	-----
HEAD OFFICE ACCOUNT	5,306,503	5,938,357
	-----	-----
SHAREHOLDERS' FUNDS/EQUITY	5,306,503	5,938,357
	=====	=====

**FINANCIAL RATIO**

**COVESTRO (HONG KONG) LIMITED SINGAPORE BRANCH  
 TYPES OF FUNDS**

Cash	214,632	244,318
Net Liquid Funds	214,632	244,318
Net Liquid Assets	3,461,649	3,461,178
Net Current Assets/(Liabilities)	5,304,361	4,031,146
Net Tangible Assets	5,306,503	4,040,845
Net Monetary Assets	3,461,649	3,461,178

**PROFIT & LOSS ITEMS**

Earnings Before Interest & Tax (EBIT)	(3,952,567)	1,407,028
Earnings Before Interest, Taxes, Depreciation And Amortization (EBITDA)	(3,315,408)	1,728,027

**BALANCE SHEET ITEMS**

Total Borrowings	0	0
Total Liabilities	4,335,729	4,522,987
Total Assets	9,642,232	10,461,344
Net Assets	5,306,503	5,938,357
Net Assets Backing	5,306,503	5,938,357
Shareholders' Funds	5,306,503	5,938,357
Total Share Capital	0	0
Total Reserves	0	0

**GROWTH RATIOS (Year on Year) (%)**

Revenue	69.91	-
Profit/(Loss) Before Tax	(380.92)	-
Profit/(Loss) After Tax	(444.53)	-
Total Assets	(7.83)	-
Total Liabilities	(4.14)	-

**LIQUIDITY (Times)**

Cash Ratio	0.05	0.05
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***COVESTRO (HONG KONG) LIMITED SINGAPORE BRANCH - 526436***

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Liquid Ratio	1.80	1.77
Current Ratio	2.22	1.89
<b>WORKING CAPITAL CONTROL (Days)</b>		
Stock Ratio	20	10
Debtors Ratio	40	114
Creditors Ratio	45	79
<b>SOLVENCY RATIOS (Times)</b>		
Gearing Ratio	0	0
Liabilities Ratio	0.82	0.76
Times Interest Earned Ratio	0	0
Assets Backing Ratio	-	-
<b>PERFORMANCE RATIO (%)</b>		
Operating Profit Margin	(11.59)	7.01
Net Profit Margin	(11.62)	5.73
Return On Net Assets	(74.49)	23.69
Return On Capital Employed	(74.49)	17.96
Return On Shareholders' Funds/Equity	(74.65)	19.36
Dividend Pay Out Ratio (Times)	0	0
<b>NOTES TO ACCOUNTS</b>		
Contingent Liabilities	0	0

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 70.73
UK Pound	1	INR 92.15
Euro	1	INR 82.72
SGD	1	INR 51.85

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

**INFORMATION DETAILS**

<b>Analysis Done by :</b>	NIS
<b>Report Prepared by :</b>	TRU

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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)