

MIRA INFORM REPORT

Report No. :	525839
Report Date :	31.08.2018

IDENTIFICATION DETAILS

Name :	DASS SUL CALCADOS E ARTIGOS ESPORTIVOS LTDA
Registered Office :	Rua Marcilio Dias, 10 Fabrica – Centro, 89868-000 - Saudades/Sc
Country :	Brazil
Date of Incorporation :	27.03.1990
Legal Form :	Privately Held Corporation
Line of Business :	Manufacture of textiles.
No. of Employees :	600

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 :	Unknown
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.

ECGC Country Risk Classification List

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.

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

BRAZIL - ECONOMIC OVERVIEW

Brazil is the eighth-largest economy in the world, but is recovering from a recession in 2015 and 2016 that ranks as the worst in the country's history. In 2017, Brazil's GDP grew 1%, inflation fell to historic lows of 2.9%, and the Central Bank lowered benchmark interest rates from 13,75% in 2016 to 7% in 2017.

Economic reforms, proposed in 2016, aim to slow the growth of government spending and reduce barriers to foreign investment. Government spending growth pushed public debt to 73.7% of GDP at the end of 2017, up from over 50% in 2012. Policies to strengthen Brazil's workforce and industrial sector, such as local content requirements, have boosted employment at the expense of investment.

Former President Dilma ROUSSEFF was impeached and convicted in August 2016 for moving funds among government budgets; the economy has also been affected by multiple corruption scandals involving private companies and government officials. Sanctions against the firms involved — some of the largest in Brazil — have limited their business opportunities, producing a ripple effect on associated businesses and contractors but creating opportunities for foreign companies to step into what had been a closed market. The following TEMER administration implemented a series of fiscal and structural reforms to restore credibility to government finances. Congress approved legislation in December 2016 to cap public spending, and in mid-2017 passed labor reforms. The government also boosted infrastructure projects, such as oil and natural gas auctions, in part to raise revenues.

Brazil is a member of the Common Market of the South (Mercosur), a trade bloc that includes Argentina, Paraguay and Uruguay - Venezuela's membership in the organization was suspended In August 2017. After the Asian and Russian financial crises, Mercosur adopted a protectionist stance to guard against exposure to volatile foreign markets and it currently is negotiating Free Trade Agreements with the European Union and Canada.

Source : CIA

COMPANY NAME

DASS SUL CALCADOS E ARTIGOS ESPORTIVOS LTDA

ADDRESSES

MAIN ADDRESS: RUA MARCILIO DIAS, 10 FABRICA – CENTRO,
ZIP CODE/CITY: 89868-000 - SAUDADES/SC

PHONE: 49 3334-3434
E-MAIL: ademir.wickert@grupodass.com.br

INQUIRY DETAILS:

GIVEN ADDRESS: RUA MARCILIO DIAS 10 BAIRRO CENTRO
REMARK: THE INFORMED ADDRESS IS INCOMPLETE. THE CORRECT ONE IS
STATED ABOVE

BRANCHES:

ADDRESS: AVENIDA BRASILIA, 1822,
ZIP CODE/CITY: 89870-000 PINHALZINHO/SC

ADDRESS: AVENIDA BRIGADEIRO FARIA LIMA, 1234 SALA 61,
ZIP CODE/CITY: 01452-000 SÃO PAULO/SP
PHONE: 11 3095-2360
FAX: 11 3095-2390

LEGAL DATA

MAIN ACTIVITIES:

MANUFACTURE OF TEXTILES.

LEGAL FORM:

PRIVATELY HELD CORPORATION

INCORPORATION DATE: 27/03/1990
REGISTER DATE: 27/03/1990
BALANCE SHEET FILING DATE: 12/31
TAX CONTRIBUTOR NUMBER (CNPJ): 81.786.121/0001-02
STATE REGISTER: 251.969.584

SHARE CAPITAL: R\$ 24.680.900,00

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.

BOARD OF DIRECTORS:

VILSON HERMES
JOAO BATISTA DA SILVA

MANAGING PARTNER
MANAGER

AUTHORIZED USE OF SIGNATURE

THE MANAGING PARTNER AND MANAGER ARE AUTHORIZED TO SIGN ON BEHALF OF THE COMPANY.

SHAREHOLDERS / PARTNERS:

DASS NORDESTE CALCADOS E ARTIGOS ESPORTIVOS S/A	99,99%
VILSON HERMES	0,01%

AFFILIATES / SUBSIDIARIES:

A SCAN THROUGH OUTSIDE SOURCES SHOWED THE SUBJECT AND/OR DIRECTORS HAS/HAVE THE FOLLOWING UNCONFIRMED HOLDINGS:

GRAVASUL PROJETOS E MATRIZES DE SOLADOS LTDA
FONTE NORDESTE INDUSTRIA E COMERCIO DE CALCADOS LTDA
RANEE INDUSTRIA E COMERCIO LTDA
ANVEL COMERCIO DE ARTIGOS ESPORTIVOS LTDA

COMPANY'S BACKGROUND

THE SUBJECT WAS ESTABLISHED IN 1990 TO BE ENGAGED IN THE SAID LINE OF BUSINESS.

PREVIOUS NAME:

FONTE INDUSTRIA E COMERCIO DE CONFECÇÕES LTDA
FONTE S/A INDUSTRIA E COMERCIO DE CONFECÇÕES
DASS SUL S/A CALCADOS E ARTIGOS ESPORTIVOS

PARTNERS:

DASS NORDESTE CALCADOS E ARTIGOS ESPORTIVOS S.A.: REGISTRATION # CNPJ: 01.287.588/0001-79. HEADQUARTERED AT RUA DA UNIVERSIDADE, 240, MADALENA, ITAPIPOCA/CE, ZIP CODE: 62.500-000; AND

VILSON HERMES, BRAZILIAN, MARRIED, INDUSTRIALIST, DOCUMENTS CPF: 220.361.129-04, RG: 2013367749 - SSP-RS, RESIDENTIAL ADDRESS AT RUA MIGUEL COUTO, 175 - SAUDADES/SC.

FURTHER DETAILS ABOUT THE SUBJECT'S HISTORY ARE SO FAR NOT KNOWN.

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.

REMARKS:

WHEN CONTACTING THE SUBJECT WE INTERVIEWED MR. ADEMIR WICKERT - FINANCIAL DEPARTMENT, WHO INFORMED THAT WOULD NOT DISCLOSE ANY KIND OF INFORMATION UNLESS THE INQUIRING PARTY'S NAME WAS DISCLOSED.

IF IT IS POSSIBLE TO DISCLOSE THE NAME OF THE INTERESTED SUPPLIER OF THE SUBJECT, WE MAY RESUME OUR CONTACTS AND TRY TO OBTAIN FURTHER INFORMATION.

THE DATA CONTAINED HEREIN WERE OBTAINED FROM OUTSIDE SOURCES, OUR DATABASE AND OFFICIAL RECORDS. NO FURTHER DATA WAS AVAILABLE WITH SEVERAL SOURCES USUALLY INVESTIGATED.

PUBLIC RECORDS INFORMATION:

NO DETRIMENTAL FILES WERE FOUND.

FINANCIAL INFORMATION

DUE TO THE SUBJECT'S LEGAL FORM, IT IS NOT OBLIGED TO PUBLISH THE BALANCE SHEET INFORMATION. WHEN INTERVIEWING SOURCES AT THE SUBJECT COMPANY DECLINED TO PROVIDE ANY KIND OF FINANCIAL INFORMATION.

OUR INVESTIGATION THROUGH THE OUTSIDE SOURCES SHOWED NO FINANCIAL DATA ABOUT THE SUBJECT.

COMMENTS ON THE FINANCIAL INFORMATION:

IN THE ABSENCE OF FINANCIAL INFORMATION NO COMMENTS CAN BE MADE ABOUT THE SUBJECT'S CURRENT FINANCIAL STANDING.

REAL ESTATE:

NOT AVAILABLE

VEHICLES:

NOT AVAILABLE

MACHINES:

NOT AVAILABLE

INSURANCE

NOT AVAILABLE

REMARKS: IN BRAZIL THE BANKS ARE PROHIBITED BY LAW TO PROVIDE INFORMATION OR ANY KIND OF COMMENTS ABOUT THEIR CLIENTS. DUE TO THIS LAW PROHIBITION WE ARE UNABLE TO PROVIDE ANY BANKING DETAILS.

ACCORDING TO THE CENTRAL BANK OF BRAZIL OFFICIAL REPORT, THE COMPANY HAS NO RETURNED CHECKS UP TO DATE. (IN THE TERMS OF "CIRCULAR 1682 BRAZILIAN CENTRAL BANK").

ACTIVITIES COMMENTS

SUBJECT IS ENGAGED IN THE MANUFACTURE OF TEXTILES, SPECIALLY SPORTSWEAR AND OTHER SPORTS GOODS, SUCH AS T-SHIRTS, SHORTS, SOCKS, OTHERS.

IMPORT AND EXPORT:

IMPORTS FROM:

HONG KONG, ARGENTINA, ITALY AND UNITED STATES

EXPORTS TO:

BOLIVIA, MEXICO, URUGUAY, PARAGUAY, ARGENTINA AND FRANCE.

MAIN CLIENTS:

DOMESTIC CLIENTS:

CASA BAYARD ESPORTE LTDA
DISPORT DO BRASIL LTDA
ENY COMERCIO DE CALÇADOS
HAWAI SHOP ART. ESPORTIVOS LTDA
MG MASTER LTDA

STAFF:

THE COMPANY HAS: 600 EMPLOYEES

CONCEPT AND FULFILMENT

THE SUBJECT IS A WELL-ESTABLISHED COMPANY, OPERATING SINCE 1990. SO FAR IT IS NOTED A CLEAR TRADE HISTORY AND THE COMPANY KEEPS OPERATING ENJOYING A FAVORABLE REPUTATION AMONG LOCAL TRADE SOURCES.

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.

THE COMPANY HAS TRADE RELATIONS WITH SEVERAL SUPPLIERS IN BRAZIL. THE SUPPLIERS EXTEND CREDIT FACILITIES TO THE SUBJECT IN TERMS AND AMOUNTS ACCORDING TO THE COMPANY'S NEEDS AND SO FAR NO PAYMENT PROBLEMS ARE NOTED.

MAIN SUPPLIERS:

DOMESTIC SUPPLIERS:

BRAPA INDUSTRIAL TEXTIL LTDA
EMBABLAN EMBALAGENS PLANEJADAS
SANSUY S/A INDUSTRIA DE PLÁSTICOS
TEXTIL MATEC LTDA
VINNI TEXTIL LTDA

PAYMENT HISTORY:

32 SUPPLIERS REPORTED PAYMENTS:
TOTAL AMOUNT: R\$ 7.194.892,00

AMOUNT OF INVOICES PAID: 1782
TOTAL OF PROMPT PAYMENTS: 99,7%
TOTAL OF DELAYED PAYMENTS: 0,3%

HIGHEST INVOICE: R\$ 418.269,00
HIGHEST CREDIT: R\$ 418.269,00

OUTSTANDING INVOICES DUE WITHIN THE NEXT 60 DAYS:

-----	SUPPLIERS:	INVOICES:	TOTAL AMOUNT:
DUE WITHIN 30 DAYS	8	70	R\$ 207.804,13
DUE WITHIN 60 DAYS	4	58	R\$ 109.017,77

FINAL OPINION

BASED ON THE OVERALL DATA AVAILABLE THE SUBJECT MAY BE CONSIDERED FOR NORMAL BUSINESS COMMITMENTS. CREDIT FACILITIES, HOWEVER, SHOULD BE GRANTED ON FULLY SECURED TERMS ONLY DUE TO THE ABSENCE OF FINANCIAL DATA.

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 70.73
UK Pound	1	INR 92.15
Euro	1	INR 82.72
BRL	1	INR 17.10

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

INFORMATION DETAILS

Analysis Done by :	VIVR
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.

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)