

## MIRA INFORM REPORT

<b>Report No. :</b>	527346
<b>Report Date :</b>	01.09.2018

### IDENTIFICATION DETAILS

<b>Name :</b>	SHUN HING ZIPPER COMPANY LIMITED
<b>Registered Office :</b>	Room 1-2, 7/F., Hung Tat Industrial Building, 43 Hung To Road, Kwun Tong, Kowloon.
<b>Country :</b>	Hong Kong
<b>Date of Incorporation :</b>	22.03.2000
<b>Com. Reg. No.:</b>	30861070
<b>Legal Form :</b>	Private Limited Company
<b>Line of Business :</b>	Importer, Exporter, and Manufacturer of all kinds of zippers
<b>No. of Employees :</b>	13

**RATING & COMMENTS**

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

**MIRA's Rating :**

A

Credit Rating	Explanation	Rating Comments
A	Acceptable Risk	Business dealings permissible with moderate risk of default

<b>Status :</b>	Satisfactory
<b>Payment Behaviour :</b>	No Complaints
<b>Litigation :</b>	Clear

**NOTES :**

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)
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

### 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

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

Source : CIA

## **COMPANY NAME AND ADDRESS**

SHUN HING ZIPPER COMPANY LIMITED

ADDRESS: Room 1-2, 7/F., Hung Tat Industrial Building, 43 Hung To Road, Kwun Tong, Kowloon, Hong Kong.

PHONE: 852-2797 3110

FAX: 852-2797 9983

MANAGEMENT:

Managing Director: Mr. Choi Kin Chit

## **SUMMARY**

Incorporated on: 22nd March, 2000.

Organization: Private Limited Company.

Issued Share Capital: HK\$10,000.00

Business Category: Importer, Exporter, and Manufacturer.

Employees: 13.

Main Dealing Banker: OCBC Wing Hang Bank Ltd., Hong Kong.

Banking Relation: Satisfactory.

### **ADDRESS:**

Registered Head Office:-

Room 1-2, 7/F., Hung Tat Industrial Building, 43 Hung To Road, Kwun Tong, Kowloon, Hong Kong.

Associated Companies:-

Dongguan Shun Hing Zipper Co. Ltd., China.

Shun Hing Zipper Trading Co., Hong Kong.

## **BUSINESS REGISTRATION NUMBER**

30861070

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## **COMPANY FILE NUMBER**

0709307

## **MANAGEMENT**

Managing Director: Mr. Choi Kin Chit

## **ISSUED SHARE CAPITAL**

HK\$10,000.00

## **SHAREHOLDERS**

(As per registry dated 22-03-2018)

Name	No. of shares
CHOI Kin Chit	6,000
YEUNG Man Ling	4,000
Total:	<u>10,000</u> =====

## **DIRECTORS**

(As per registry dated 22-03-2018)

Name (Nationality)	Address
YEUNG Man Ling	Flat D, 11/F., Block 3, Villa Oceania, 8 On Chun Street, Ma On Shan, New Territories, Hong Kong.
CHOI Kin Chit	Flat D, 11/F., Block 3, Villa Oceania, 8 On Chun Street, Ma On Shan, New Territories, Hong Kong.

## **SECRETARY**

(As per registry dated 22-03-2018)

Name	Address	Co. No.
Well Time Management Ltd.	Room 1506, 15/F., Takshing House, 20 Des Voeux Road Central, Hong Kong.	0151564

## **HISTORY**

The subject was incorporated on 22nd March, 2000 as a private limited liability company under the Hong Kong Companies Ordinance.

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

## **OPERATIONS**

Activities: Importer, Exporter, and Manufacturer.

Lines: All kinds of zippers

Trade Mark: SHZ.

Employees: 13.

Commodities

Imported: China, other Asian countries, etc.

Markets: Southeast Asia, other Asian countries, Middle East, Europe, North America, Central & South America, Africa, Australia, etc.

Terms/Sales: Various terms.

Terms/Buying: L/C, T/T, O/A, etc.

## **FINANCIAL INFORMATION**

Issued Share Capital: HK\$10,000.00

Mortgage or Charge:-

Date: 10-05-2016

Description of Instrument: Legal Charge

Mortgagee: OCBC Wing Hang Bank Ltd., Hong Kong.

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Profit or Loss:	Made small profits in past years.
Condition:	Keeping in a satisfactory manner.
Facilities:	Making rather active use of general banking facilities.
Payment:	No Complaints.
Commercial Morality:	Satisfactory.
Banker:	OCBC Wing Hang Bank Ltd., Hong Kong.
Standing:	Normal.

## **GENERAL**

Having issued 10,000 ordinary shares of HK\$1.00 each, Shun Hing Zipper Company Limited is jointly owned by Mr. Choi Kin Chit, holding 60% interests, and Ms. Yeung Man Ling, holding 40%; both of whom are Hong Kong merchants.

Seemed to be a couple, they are also directors of the subject.

The predecessor of the subject was established in 1980. Being an experienced manufacturer in zippers manufacturing and exporting, the subject is specialized in zipper puller designing, developing and marketing. Its production plant, including tape-dyeing factory are located in Dongguan City, Guangdong Province, China with 400-workers. The factory has been equipped with a number of fully automatic machineries and production lines. The equipment includes tape-weaving, dyeing, chain forming, assembling to an entire zipper. Its annual production capacity of zipper has exceeded 30 million pieces.

In addition to zipper, the subject also supply trims accessories for wearing apparels and bags, such as badges, plaques, buttons, buckles, rivets, cuff-tapes, velcro, etc.

Its products bear the trade mark 'SHZ' has been used by various branded named customers such as, DIESEL, Rip Curl, Salsa Jeans, Pepe Jeans, Billabong, Daniel Hechtter, etc.

The subject's products are marketed in Hong Kong, China and exported to Africa, Australasia, Central & South America, Eastern Europe, Japan, South Korea, the Middle East, North America, Scandinavia, Southeast Asia, Taiwan, Western Europe, etc.

The trade mark SHZ had been registered with the Trade Marks Registry, Intellectual Property Department, the Government of the Hong Kong SAR. The filing date was 31st August, 2007 while the expiry date was 30th August, 2017. Now, the registration of the trade mark SHZ has been revoked by the Trade Marks Registry of Hong Kong.

The trade mark was owned by Dongguan Shun Hing Zipper Co. Ltd., the subject's China factory.

The business of the subject is chiefly handled by the two shareholders. History in Hong Kong is over 18 years and five months.

On the whole, consider it good for normal credit requirements.

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 70.93
UK Pound	1	INR 92.35
Euro	1	INR 82.84
HKD	1	INR 9.03

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

**INFORMATION DETAILS**

Analysis Done by :	PRA
Report Prepared by :	KET

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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)