

## MIRA INFORM REPORT

<b>Report No. :</b>	542708
<b>Report Date :</b>	04.12.2018

### IDENTIFICATION DETAILS

<b>Name :</b>	UNISILK LIMITED
<b>Registered Office :</b>	Room 1635, 16/F., Star House, 3 Salisbury Road, Tsimshatsui, Kowloon
<b>Country :</b>	Hong Kong
<b>Date of Incorporation :</b>	09.05.1986
<b>Com. Reg. No.:</b>	10548309
<b>Legal Form :</b>	Private Limited Company.
<b>Line of Business :</b>	<ul style="list-style-type: none"> <li>• Subject is importer and exporter for silk (raw silk, SNY, tussah silk, SSY); plastic raw materials (ABS, PP, PE, HDPE); audio/video/TV/computer components; iron ore, manganese ore, high carbon ferro-chrome; finished steel (HR coils, billets, deformed bars); chemicals (industrial and pharmaceutical); cement; coal; edible oils; plant, machineries, technical know-how; yarns &amp; fibers (cotton, polyester, acrylic)</li> <li>• Transshipment Agent</li> <li>• Confirming House</li> <li>• Investment Holding</li> </ul>
<b>No. of Employees :</b>	10. (Including subsidiaries)

### RATING & COMMENTS

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

<b>MIRA's Rating :</b>	A
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Credit Rating	Explanation	Rating Comments
A	Acceptable Risk	Business dealings permissible with moderate risk of default

<b>Status :</b>	Good
<b>Payment Behaviour :</b>	Regular

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<b>Litigation :</b>	Clear
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**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 (30.06.2018)	Current Rating (30.09.2018)
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

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### 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, 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.

Mainland China 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



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

Source : CIA

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## **COMPANY NAME AND ADDRESS**

### **UNISILK LIMITED**

**ADDRESS:** Room 1635, 16/F., Star House, 3 Salisbury Road, Tsimshatsui, Kowloon, Hong Kong.

**PHONE:** 852-2992 4100, 2735 7758, 2735 7759

**FAX:** 852-2730 0946, 2730 1817

**E-MAIL:** unisilk@hkg.com  
globals@netvigator.com  
globaltrade881@gmail.com

### **MANAGEMENT:**

Managing Director: Mr. Madhur Dugar

## **SUMMARY**

Incorporated on: 9th May, 1986.

Organization: Private Limited Company.

Issued Share Capital: HK\$39,400,000.00

Business Category: Trading and Investment Holding.

Annual Turnover: HK\$50~150 million. (Including subsidiaries)

Group Employees: 10. (Including subsidiaries)

Main Dealing Banker: Indian Overseas Bank, Hong Kong Branch.

Banking Relation: Satisfactory.

## **ADDRESS**

Registered Head Office:-

Room 1635, 16/F., Star House, 3 Salisbury Road, Tsimshatsui, Kowloon, Hong Kong.

**Mailing Address:-**

P.O. Box 98191, Tsim Sha Tsui Post Office, Kowloon, Hong Kong.

**Business Names:- (Same BR No.)**

Texchemie, Hong Kong.

[BR No. 10548309-001]

Nippon Unitech Industrial Co., Hong Kong. (Business Ceased)

[BR No. 10548309-002]

Intexport, Hong Kong.

[BR No. 10548309-003]

Concentra, Hong Kong. (Business Ceased)

[BR No. 10548309-004]

Alwynco, Hong Kong. (Business Ceased)

[BR No. 10548309-005]

Far East Test and Measurement Systems Co., Hong Kong.

(Business Ceased)

[BR No. 10548309-006]

Amersonic International, Hong Kong.

[BR No. 10548309-007]

Lightex, Hong Kong. (Business Ceased)

[BR No. 10548309-008]

Alpine Silk, Hong Kong. (Business Ceased)

[BR No. 10548309-009]

Success Engineering, Hong Kong.

[BR No. 10548309-010]

Hong Kong Yaten, Hong Kong. (Business Ceased)

[BR No. 10548309-011]

Shanghai Shibang Machinery Co., Hong Kong. (Business Ceased)

[BR No. 10548309-012]

Great China Alliance, Hong Kong.

[BR No. 10548309-013]

Sabko International, Hong Kong.

[BR No. 10548309-014]

Polychemin, Hong Kong. (Business Ceased)

[BR No. 10548309-015]

Ocean Electronics, Hong Kong.

[BR No. 10548309-016]

Metinox International, Hong Kong.

[BR No. 10548309-017]

**Associated Companies:-**

Amersonic International Ltd., Hong Kong. (Same address)

Ginda Industries Ltd., Hong Kong. [Dissolved]

Intexport Stainless Steel Co. Ltd., Hong Kong.

King Mega International Ltd., Hong Kong.

## **BUSINESS REGISTRATION NUMBER**

10548309

## **COMPANY FILE NUMBER**

0169007

## **MANAGEMENT**

Managing Director: Mr. Madhur Dugar  
Contact Person: Ms. Cheri Liu

## **ISSUED SHARE CAPITAL**

HK\$39,400,000.00 (394,000 fully paid ordinary shares)

## **SHAREHOLDERS**

(As per registry dated 09-05-2018)

<u>Name</u>	<u>No. of shares</u>
Madhur DUGAR	122,442
Sajjan DUGAR	271,558
Total:	394,000
	=====

## **DIRECTORS**

(As per registry dated 09-05-2018)

<u>Name</u>	<u>Address</u>
(Nationality) Sajjan DUGAR	Flat A3-4, 9/F., Hong Yuen Court, 1-5 Tak Shing Street, Kowloon, Hong Kong.
Madhur DUGAR	Flat A3-4, 9/F., Hong Yuen Court, 1-5 Tak Shing Street, Kowloon, Hong Kong.

## **SECRETARY**

(As per registry dated 09-05-2018)

<u>Name</u>	<u>Address</u>	<u>Co. No.</u>
Lodestar Secretaries Ltd.	13/F., Wah Kit Commercial Centre, 302 Des Voeux Road Central, Hong Kong.	0113023

## **HISTORY**

The subject was incorporated on 9th May, 1986 as a private limited liability company under the Hong Kong Companies Ordinance.

Formerly the subject was located at Room 1615, 16/F., Star House, 3 Salisbury Road, Tsimshatsui, Kowloon, Hong Kong, moved to the present address in June 2004.

The subject registered its Chinese name on 17th December, 1997.

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

## **OPERATIONS**

Activities: Importer and Exporter; Transhipment Agent; Confirming House; Investment Holding.

Lines: Silk (raw silk, SNY, tussah silk, SSY, etc.); plastic raw materials (ABS, PP, PE, HDPE, etc.); audio/video/TV/computer components; iron ore, manganese ore, high carbon ferrochrome; finished steel (HR coils, billets, deformed bars, etc.); chemicals (industrial and pharmaceutical); cement; coal; edible oils; plant, machineries, technical know-how; yarns & fibers (cotton, polyester, acrylic, etc.); etc.

Group Employees: 10. (Including subsidiaries)

Commodities Imported: Imported from Japan, US, Taiwan and Korea.

Markets: India, other Asian countries and Europe.

Annual Turnover: HK\$50~150 million. (Including subsidiaries)

Terms/Sales: L/C, T/T, or as per contracted, etc.

Terms/Buying: Various terms.

## **MEMBERSHIP**

The Indian Chamber of Commerce, Hong Kong.

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## **FINANCIAL INFORMATION**

Issued Share Capital: HK\$39,400,000.00 (394,000 fully paid ordinary shares)

Indebtedness: HK\$3,089,370 (Total amount outstanding on all mortgages and charges as per last Annual Return dated 09-05-2018)

Mortgage or Charge (since 2009): (See attachment)

Profit or Loss: Making a profit every year.

Condition: Keeping in an active condition.

Facilities: Making active use of general banking facilities.

Payment: Regular.

Commercial Morality: Good.

Bankers:-  
Indian Overseas Bank, Hong Kong Branch.  
Bank of Baroda, Hong Kong Branch.  
BNP Paribas, Hong Kong Branch.  
Credit Agricole Corporate & Investment Bank, Hong Kong Branch.  
Standard Chartered Bank (Hong Kong) Ltd., Hong Kong.  
The Hongkong & Shanghai Banking Corp. Ltd., Hong Kong.  
UCO Bank, Hong Kong Branch.  
Citibank N.A., Hong Kong Branch.

Standing: Very Good.

## **GENERAL**

Having issued 394,000 ordinary shares, Unisilk Limited is jointly owned by Mr. Madhur Dugar, holding 31.1% interests; and Mr. Sajjan Dugar, holding 68.9%. The directors of the subject are also Mr. Sajjan Dugar and Mr. Madhur Dugar. Both of whom are Hong Kong ID holders and have got the right to reside in Hong Kong. The Dugar family have been in Hong Kong for a very long time.

The subject has the following main business names (which can be regarded as subsidiaries):-

- Great China Alliance, Hong Kong.
- Intexport, Hong Kong.
- Sabko International, Hong Kong.

- Success Engineering, Hong Kong.
- Texchemie, Hong Kong,
- Ocean Electronics, Hong Kong.
- Metinox International, Hong Kong, etc.

The subject and its subsidiaries are trading in the following commodities:-

1. Tiles - Porcelain / Ceramic,
2. Decorative,
3. Car Tyres,
4. Machine - Grinding,
5. Aluminium (Aluminium coil),
6. DVD Player / Recorder,
7. VCD Player,
8. Partition - Aluminium (Aluminium composite panel),
9. Building Material - Glass (Glass, block & reflective glass, marble),
10. Marble - Cutting & Polishing,
11. Tiles & Coverings (Laminated flooring),
12. Plastic Materials (including Resins & Sheet) (Plastic resins from China, USA & Far East),
13. Textile Goods,
14. Plastic Products,
15. Chemical Fertilizers,
16. Metals & Minerals,
17. Industrial Machinery & Equipment,
18. Machine Parts,
19. Electronics and Electric Appliances, Electrical Products,
20. Stationery & Office Equipment,
21. Skin Care Products,
22. Silk and Silk Fabrics,
23. Chemicals, etc.

Different products are usually handled by different subsidiaries.

Incorporated on 9th May, 1986, the subject is experienced in sourcing a wide range of products catering many different industries.

The subject is an international sourcing company dealing in a wide range of products with offices in Hong Kong, Shenzhen Special Economic Zone, Foshan, India and even Vietnam.

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The subject helps customers in sourcing products from different countries with good quality and competitive prices.

Besides, it is regularly selling limestone powder, aluminium composite panels, stainless steel coils, glass blocks, laminate flooring, DVD players, PVC flex, zirconium, caustic soda flakes.

It is also regularly buying caustic soda flakes, PVC resin, polypropylene, PP, LLDPE, LDPE, DOP, EVA, etc.

Now, the subject has set up branch offices in India and Vietnam.

The subject is a member of The Indian Chamber of Commerce Hong Kong, Hong Kong. Business is active.

The Contact Person of the subject Ms. Cheri Liu is a Hong Kong employee of the subject.

The annual sales turnover of the subject ranges from HK\$50 to 150 million. Making a small profit every year.

Business is active.

As the history of the subject in Hong Kong is over thirty-two years and six months, on the whole, consider it good for normal business engagements.

## **REMARKS**

Property information of the company:-

Property Location: 7/F., YHC Tower, 1A and 1B Sheung Yuet Road, Kowloon, Hong Kong.

Owner: Unisilk Ltd.

Date of Purchase: n.a.

Purchased Price: n.a.

Incumbrances:-

Date of Mortgage	Amount Consideration	Mortgagee	Nature
03-03-2014	-	Indian Overseas Bank, Hong Kong Branch.	Mortgage to secure general banking facilities

## **MORTGAGE OR CHARGE**

(Since 2009)

Date	Description of Instrument	Mortgagee
26-08-2009	Memorandum	Bank of Baroda, Hong Kong Branch.
02-02-2010	Undertaking Relating to Deposits	Indian Overseas Bank, Hong Kong Branch.
03-01-2011	Undertaking Relating to Deposits	Indian Overseas Bank, Hong Kong Branch.
03-03-2014	Mortgage	Indian Overseas Bank, Hong Kong Branch.

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24-01-2017	Assignment of Life Insurance	The Hongkong & Shanghai Banking Corp. Ltd., Hong Kong.
09-01-2018	Legal Charge/Mortgage	Citibank N.A., Hong Kong Branch.
09-01-2018	Rental Assignment	Citibank N.A., Hong Kong Branch.
15-01-2018	Deposit Deed	Citibank N.A., Hong Kong Branch.

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 70.03
UK Pound	1	INR 89.50
Euro	1	INR 79.59
HKD	1	INR 9.02

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

**INFORMATION DETAILS**

<b>Analysis Done by :</b>	NIY
<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)