

MIRA INFORM REPORT

| | |
|----------------------|------------|
| Report No. : | 543136 |
| Report Date : | 05.12.2018 |

IDENTIFICATION DETAILS

| | |
|--------------------------------|--|
| Name : | ARTE LOMBARDA INTERNATIONAL S.R.L |
| Registered Office : | Via Camillo Benso Conte Di Cavour, 49 21040 - Venegono Inferiore (VA)-IT |
| Country : | Italy |
| Financials (as on) : | 31.12.2016 |
| Date of Incorporation : | 07.12.1999 |
| Legal Form : | Limited liability company |
| Line of Business : | Wholesale of leather goods; luggage in any material |
| No. of Employees : | 1 to 5 |

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 :

Any query related to this report can be made on e-mail : infodept@mirainform.com while quoting report number, name and date.

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ECGC Country Risk Classification List

| Country Name | Previous Rating (30.06.2018) | Current Rating (30.09.2018) |
|--------------|---------------------------------|--------------------------------|
| Italy | 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 |

ITALY - ECONOMIC OVERVIEW

Italy's economy comprises a developed industrial north, dominated by private companies, and a less-developed, highly subsidized, agricultural south, with a legacy of unemployment and underdevelopment. The Italian economy is driven in large part by the manufacture of high-quality consumer goods produced by small and medium-sized enterprises, many of them family-owned. Italy also has a sizable underground economy, which by some estimates accounts for as much as 17% of GDP. These activities are most common within the agriculture, construction, and service sectors.

Italy is the third-largest economy in the euro zone, but its exceptionally high public debt and structural impediments to growth have rendered it vulnerable to scrutiny by financial markets. Public debt has increased steadily since 2007, reaching 131% of GDP in 2017. Investor concerns about Italy and the broader euro-zone crisis eased in 2013, bringing down Italy's borrowing costs on sovereign government debt from euro-era. The government still faces pressure from investors and European partners to sustain its efforts to address Italy's longstanding structural economic problems, including labor market inefficiencies, a sluggish judicial system, and a weak banking sector. Italy's economy returned to modest growth in late 2014 for the first time since 2011. In 2015-16, Italy's economy grew at about 1% each year, and in 2017 growth accelerated to 1.5% of GDP. In 2017, overall unemployment was 11.4%, but youth unemployment remained high at 37.1%. GDP growth is projected to slow slightly in 2018.

Source : CIA

COMPANY NAME AND ADDRESS

Arte Lombarda International S.r.l.
Via Camillo Benso Conte Di Cavour, 49
21040 - Venegono Inferiore (VA) -IT-

SUMMARY

| | | |
|---------------------|---|---------------------------|
| Fiscal Code | : | 02545180123 |
| Legal Form | : | Limited liability company |
| start of Activities | : | 07/12/1999 |
| Equity | : | 250.000 |
| Turnover Range | : | 750.000/1.000.000 |
| Number of Employees | : | from 1 to 5 |

HIGHLIGHTS

Subject company trades under its own trade mark or under trade mark supplied by the customer itself.

ACTIVITY

Wholesale of leather goods; luggage in any material

LEGAL DATA

Legal Form : Limited liability company
Fiscal Code : 02545180123
Chamber of Commerce no. : 265787 of Varese since 09/12/1999
V.A.T. Code : 02545180123
Establishment date : 07/12/1999
Start of Activities : 07/12/1999
Legal duration : 31/12/2100
Nominal Capital : 10.329
Subscribed Capital : 10.329
Paid up Capital : 10.329

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Legal mail : ARTELOMBARDASAS@PEC.IT

MEMBERS

Peron Fabio

Born in Tradate (VA) on 07/10/1975 - Fiscal Code : PRNFBA75R07L319C
Residence: Cavour , 49 - 21040 Venegono Inferiore (VA) - IT -

| Position | Since | Shares Amount | % Ownership |
|----------------|------------|---------------|-------------|
| Board Chairman | 29/07/2015 | | |
| Director | 29/07/2015 | | |

No Prejudicial events are reported
No Protests registered

Peron Alessandra Maria

Born in Tradate (VA) on 04/10/1980 - Fiscal Code : PRNLSN80R44L319A
Residence: Cavour , 49 - 21040 Venegono Inferiore (VA) - IT -

| Position | Since | Shares Amount | % Ownership |
|----------|------------|---------------|-------------|
| Director | 29/07/2015 | | |

No Prejudicial events are reported

Peron Vittorio

Born in Venegono Inferiore (VA) on 05/04/1941 - Fiscal Code : PRNVTR41D05L733E
Residence: Cavour , 49 - 21040 Venegono Inferiore (VA) - IT -

| Position | Since | Shares Amount | % Ownership |
|----------|-------|---------------|-------------|
| Partner | | | |

No Prejudicial events are reported
No Protests registered

COMPANIES CONNECTED TO MEMBERS *

*checkings have been performed on a national scale.

In this module the companies in which members hold/held positions are listed.

The Members of the subject firm are not reported to be Members in other companies.

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CAPITAL SHAREHOLDERS

Shareholders' list as at date of data collection:

| Firm's Style / Name | Seat / Residence | Fiscal Code | Owned Shares | % Ownership |
|------------------------|---------------------------|------------------|--------------|-------------|
| Peron Fabio | Venegono Inferiore - IT - | PRNFBA75R07L319C | 1.549 .Eur | 14,99 |
| Peron Alessandra Maria | Venegono Inferiore - IT - | PRNLSN80R44L319A | 1.549 .Eur | 14,99 |
| Peron Vittorio | Venegono Inferiore - IT - | PRNVTR41D05L733E | 5.681 .Eur | 55,00 |
| Peron Emanuela | Venegono Inferiore - IT - | PRNMNL73H69L319F | 1.549 .Eur | 14,99 |

DIRECT PARTICIPATIONS

The Company under review has no participations in other Companies.

FIRM'S LOCATION AND STRUCTURE

In order to carry out its activities the firm uses the following locations:

- Legal and operative seat

Camillo Benso Conte Di Cavour , 49 - 21040 - Venegono Inferiore (VA) - IT -
Legal mail : ARTELOMBARDASAS@PEC.IT

- Legal and commercial seat

Camillo Benso Conte Di Cavour , 49 - 21040 - Venegono Inferiore (VA) - IT -
PHONE : 0331864125
FAX : 0331827030

Employees : 1

Assistants : 2

Stocks for a value of 17.000 Eur

TRADED BRANDS / SUPPLIERS

- Glamour
- Arte Lombarda International

PROTESTS

Protests checking on the subject firm has given a negative result.

DATA BASE PREJUDICIAL EVENTS SEARCH

Search performed on a National Scale

● **Prejudicial Events Search Result: NEGATIVE**

Search performed on a specialized data base.

LEGAL PROCEDURES

None reported, standing to the latest received edition of the Official Publications.

NATIONAL REAL ESTATES SURVEY

The firm under review, by the reported percentages, owns the following real estates:

| Town | Cadastre | No. Immovables | Up to Date |
|--------------|-----------|----------------|------------|
| TRADATE (VA) | Buildings | 1 | 30/11/2018 |

Buildings Details

| Cadastr | Title | Location | Sheet No. | Particl e No. | Su b No. | Categori e | Class e | Consistenc e | Cadastral Rent | Par t No. |
|---------|---------------------|--|-----------|---------------|----------|------------|---------|--------------|-------------------|-----------|
| B | Propriet a' per 1/1 | TRADATE (VA) CORSO BERNACC HI PAOLO, 150 Piano 1 | TR/1 6 | 2425 | 6 | cat. A/10 | 3 | 4 vani | Euro:1.001,9 3 | |

All responsibilities are declined regarding any possible omissions concerning the given results. Therefore, we advise to request for "Hypothecating Survey Inspection" c/o the locally competent RR.II. Immovables Registry, as this service doesn't fully guarantees the actual title of the Real Estates of the requested Subject.

FINANCIAL AND ECONOMICAL ANALYSIS

Company's starting of activities dates back to 1999.

The latest 2 available b/s have been used.

During the last years, it achieved profits (r.o.e. 7,44% on 2016) and with an upward trend in turnover trend during the last financial year (more then 100% in 2016).

The operating result was positive in the last financial year (5,39%) and in line with the sector's average.

The amount of the operating result is equal to Eur. 29.003 showing an upward trend more then 100% compared to the previous financial year.

A gross operating margine for a value of Eur. 41.132 was reached. showing an upward trend if compared to 2015.

The financial status of the company is fairly balanced with an indebtedness level of 1 but with an increase as against the previous accounting period.

It's shareholders funds amount to Eur. 202.948 , stable in comparison with the value of the previous year.

During the last financial year debts totalled Eur. 276.973 (Eur. 63.879 of which were m/l term debts) , rising as opposed to the previous year (+28,52%).

Current liquid assets is positive.

The financial management generated a cash flow of Eur. 27.233.

During 2016 financial year labour costs amounted to Eur. 31.101, with a 3,75% incidence on production costs. , whereas 3,63% is the incidence on sales revenues.

Financial charges have a limited incidence (-0,3%) on sales volume.

FINANCIAL DATA

- Complete balance-sheet for the year al 31/12/2016 (in Eur x 1)

| Item Type | Value |
|------------------------------|---------|
| Sales | 857.586 |
| Profit (Loss) for the period | 15.104 |

- Complete balance-sheet for the year al 31/12/2015 (in Eur x 1)

| Item Type | Value |
|------------------------------|---------|
| Sales | 249.278 |
| Profit (Loss) for the period | 2.873 |

FINANCIALS

Balance Sheets

From our constant monitoring of the relevant Public Administration offices, no more recent balance sheets result to have been filed.

- Balance Sheet as at 31/12/2016 - 12 Mesi - Currency: - Amounts x 1

- Balance Sheet as at 31/12/2015 - 12 Mesi - Currency: - Amounts x 1

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| Years | 2016 | 2015 |
|---|--------|--------|
| BALANCE SHEET ACCOUNTS | | |
| ASSETS | | |
| CREDITS VS PARTNERS | | |
| . Deposits not yet withdrawn | | |
| . Deposits already withdrawn | | |
| Total credits vs partners | | |
| FIXED ASSETS | | |
| . INTANGIBLE FIXED ASSETS | | |
| . . Start-up and expansion expenses | | |
| . . Research,develop. and advert.expens. | | |
| . . Industrial patent rights | | |
| . . Concessions,licenses,trademarks,etc. | | |
| . . Goodwill | | |
| . . Assets in formation and advance paymen. | | |
| . . Other intangible fixed assets | | |
| . Total Intangible Fixed Assets | 4.258 | 5.423 |
| . TANGIBLE FIXED ASSETS | | |
| . . Real estate | | |
| . . Plant and machinery | | |
| . . Industrial and commercial equipment | | |
| . . Other assets | | |
| . . Assets under construction and advances | | |
| . Total Tangible fixed assets | 82.863 | 91.842 |
| . FINANCIAL FIXED ASSETS | | |
| . . Equity investments | | |
| . . . Equity invest. in subsidiary companies | | |
| . . . Equity invest. in associated companies | | |
| . . . Equity invest. in holding companies | | |
| . . . Equity invest. in other companies | | |
| . . Financial receivables | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . . Receivab due from subsidiaries | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . . Receivables due from assoc.comp. | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . . Receivables due from holding comp. | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . . Receivables due from third parties | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Other securities | | |
| . . Own shares | | |
| . . . Total nominal value | | |

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| | | |
|---|---------|---------|
| . Total financial fixed assets | | |
| Total fixed assets | 87.121 | 97.265 |
| CURRENT ASSETS | | |
| . INVENTORIES | | |
| .. Raw materials and other consumables | | |
| .. Work in progress and semimanufactured | | |
| .. Work in progress on order | | |
| .. Finished goods | | |
| .. Advance payments | | |
| . Total Inventories | 16.597 | 59.000 |
| . CREDITS NOT HELD AS FIXED ASSETS | | |
| .. Within 12 months | 423.616 | 265.606 |
| .. Beyond 12 months | | |
| .. Trade receivables | | |
| ... Within 12 months | | |
| ... Beyond 12 months | | |
| .. Receivables due from subsid. comp. | | |
| ... Within 12 months | | |
| ... Beyond 12 months | | |
| .. Receivables due from assoc. comp. | | |
| ... Within 12 months | | |
| ... Beyond 12 months | | |
| .. Receivables due from holding comp. | | |
| ... Within 12 months | | |
| ... Beyond 12 months | | |
| .. Fiscal Receivables | | |
| ... Within 12 months | | |
| ... Beyond 12 months | | |
| .. Receivables for anticipated taxes | | |
| ... Within 12 months | | |
| ... Beyond 12 months | | |
| .. Receivables due from third parties | | |
| ... Within 12 months | | |
| ... Beyond 12 months | | |
| . Total Credits not held as fixed assets | 423.616 | 265.606 |
| . FINANCIAL ASSETS | | |
| .. Equity invest. in subsidiary comp. | | |
| .. Equity invest. in associated companies | | |
| .. Equity invest. in holding companies | | |
| .. Other equity investments | | |
| .. Own shares | | |
| ... Total nominale value | | |
| .. Other securities | | |
| . Total Financial Assets | | |
| . LIQUID FUNDS | | |
| .. Bank and post office deposits | | |
| .. Checks | | |
| .. Banknotes and coins | | |
| . Total Liquid funds | 9.732 | 36.281 |

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| | | |
|--|---------|---------|
| Total current assets | 449.945 | 360.887 |
| ADJUSTMENT ACCOUNTS | | |
| . Discount on loans | | |
| . Other adjustment accounts | 1.062 | 811 |
| Total adjustments accounts | 1.062 | 811 |
| TOTAL ASSETS | 538.128 | 458.963 |
| LIABILITIES | | |
| STOCKHOLDERS' EQUITY | | |
| . Capital stock | 10.329 | 10.329 |
| . Additional paid-in capital | | |
| . Revaluation reserves | | |
| . Legal reserve | 2.066 | |
| . Reserve for Own shares | | |
| . Statute reserves | | |
| . Other reserves | 175.449 | 174.642 |
| . Accumulated Profits (Losses) | | |
| . Profit(loss) of the year | 15.104 | 2.873 |
| . Advances on dividends | | |
| . Partial loss of the year Coverage | | |
| Total Stockholders'Equity | 202.948 | 187.844 |
| RESERVES FOR RISKS AND CHARGES | | |
| . . Reserve for employee termination indem. | | |
| . . Taxation fund, also differed | | |
| . . Other funds | | |
| Total Reserves for Risks and Charges | | |
| Employee termination indemnities | 58.207 | 55.624 |
| ACCOUNTS PAYABLE | | |
| Within 12 months | 213.094 | 148.521 |
| Beyond 12 months | 63.879 | 66.974 |
| . . Bonds | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Convertible bonds repayable | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Due to shareholders for financing | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Due to banks | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Due to other providers of finance | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Advances from customers | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Trade payables | | |
| Within 12 months | | |

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| | | |
|---|---------------------------------|---------|
| Beyond 12 months | | |
| . . Securities issued | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Due to subsidiary companies | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Due to associated companies | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Due to holding companies | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Due to the tax authorities | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Due to social security and welfare inst. | | |
| Within 12 months | | |
| Beyond 12 months | | |
| . . Other payables | | |
| Within 12 months | | |
| Beyond 12 months | | |
| Total accounts payable | 276.973 | 215.495 |
| ADJUSTMENT ACCOUNTS | | |
| . Agio on loans | | |
| . Other adjustment accounts | | |
| Total adjustment accounts | | |
| TOTAL LIABILITIES | 538.128 | 458.963 |
| | MEMORANDUM ACCOUNTS | |
| Third party goods | | |
| Investment accounts | | |
| Risk accounts | | |
| Civil and fiscal norms relation | | |
| | PROFIT AND LOSS ACCOUNTS | |
| VALUE OF PRODUCTION | | |
| . Revenues from sales and services | 857.586 | 249.278 |
| . Changes in work in progress | | |
| . Changes in semi-manufact. products | | |
| . Capitalization of internal work | | |
| . Other income and revenues | 76 | 536 |
| . . Contributions for operating expenses | | |
| . . Different income and revenues | 76 | 536 |
| Total value of production | 857.662 | 249.814 |
| PRODUCTION COSTS | | |
| . Raw material, other materials and consum. | 575.092 | 177.540 |
| . Services received | 146.148 | |
| . Leases and rentals | 12.194 | 70.920 |
| . Payroll and related costs | 31.101 | 12.490 |

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| | | |
|---|---------|---------|
| . . Wages and salaries | 21.791 | 8.662 |
| . . Social security contributions | 6.558 | 2.841 |
| . . Employee termination indemnities | 2.752 | 987 |
| . . Pension and similar | | |
| . . Other costs | | |
| . Amortization and depreciation | 12.129 | 5.679 |
| . . Amortization of intangible fixed assets | 1.165 | 750 |
| . . Amortization of tangible fixed assets | 8.941 | 4.929 |
| . . Depreciation of tangible fixed assets | | |
| . . Writedown of current receiv.and of liquid | 2.023 | |
| . Changes in raw materials | 42.403 | -31.435 |
| . Provisions to risk reserves | | |
| . Other provisions | | |
| . Other operating costs | 9.592 | 5.834 |
| Total production costs | 828.659 | 241.028 |
| Diff. between value and cost of product. | 29.003 | 8.786 |
| FINANCIAL INCOME AND EXPENSE | | |
| . Income from equity investments | | |
| . . In subsidiary companies | | |
| . . In associated companies | | |
| . . In other companies | | |
| . Other financial income | 5 | 74 |
| . . Financ.income from receivables | | |
| . . . Towards subsidiary companies | | |
| . . . Towards associated companies | | |
| . . . Towards holding companies | | |
| . . . Towards other companies | | |
| . . Financ.income from secur. t.f.assets | | |
| . . Financ.income from secur. cur.assets | | |
| . . Financ.income other than the above | | |
| . . . - Subsidiary companies | | |
| . . . - Associated companies | | |
| . . . - Holding companies | | |
| . . . - Other companies | 5 | 74 |
| . Interest and other financial expense | -2.563 | -494 |
| . . Towards subsidiary companies | | |
| . . Towards associated companies | | |
| . . Towards holding companies | | |
| . . Towards other companies | -2.563 | -494 |
| Total financial income and expense | -2.558 | -420 |
| ADJUSTMENTS TO FINANCIAL ASSETS | | |
| . Revaluations | | |
| . . Of equity investments | | |
| . . Of financ.fixed assets not repres.E.I. | | |
| . . Of securities incl.among current assets | | |
| . Devaluation | | |
| . . Of equity investments | | |
| . . Of financial fixed assets (no equity inv) | | |
| . . Of securities included among current ass | | |

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| | | |
|---|--------|-------|
| Total adjustments to financial assets | | |
| EXTRAORDINARY INCOME AND EXPENSE | | |
| . Extraordinary income | | 1 |
| . . Gains on disposals | | |
| . . Other extraordinary income | | 1 |
| . Extraordinary expense | | |
| . . Losses on disposals | | |
| . . Taxes relating to prior years | | |
| . . Other extraordinary expense | | |
| Total extraordinary income and expense | | 1 |
| Results before income taxes | 26.445 | 8.367 |
| . Taxes on current income | 11.341 | 5.494 |
| . . current taxes | 11.389 | 5.517 |
| . . differed taxes(anticip.) | | -23 |
| . Net income for the period | 15.104 | 2.873 |
| . Adjustments in tax regulations pursuance | | |
| . Provisions in tax regulations pursuance | | |
| . Profit (loss) of the year | 15.104 | 2.873 |

| RATIOS | Value Type | as at 31/12/2016 | as at 31/12/2015 | Sector Average |
|---------------------------------------|------------|------------------|------------------|----------------|
| COMPOSITION ON INVESTMENT | | | | |
| Rigidity Ratio | Units | 0,16 | 0,21 | 0,09 |
| Elasticity Ratio | Units | 0,84 | 0,79 | 0,89 |
| Availability of stock | Units | 0,03 | 0,13 | 0,26 |
| Total Liquidity Ratio | Units | 0,81 | 0,66 | 0,54 |
| Quick Ratio | Units | 0,02 | 0,08 | 0,03 |
| COMPOSITION ON SOURCE | | | | |
| Net Short-term indebtedness | Units | 1,00 | 0,60 | 3,95 |
| Self Financing Ratio | Units | 0,38 | 0,41 | 0,17 |
| Capital protection Ratio | Units | 0,87 | 0,93 | 0,62 |
| Liabilities consolidation quotient | Units | 0,57 | 0,83 | 0,10 |
| Financing | Units | 1,36 | 1,15 | 4,85 |
| Permanent Indebtedness Ratio | Units | 0,60 | 0,68 | 0,29 |
| M/L term Debts Ratio | Units | 0,23 | 0,27 | 0,07 |
| Net Financial Indebtedness Ratio | Units | n.c. | n.c. | 1,04 |
| CORRELATION | | | | |
| Fixed assets ratio | Units | 3,73 | 3,19 | 2,37 |
| Current ratio | Units | 2,11 | 2,43 | 1,18 |
| Acid Test Ratio-Liquidity Ratio | Units | 2,03 | 2,03 | 0,80 |
| Structure's primary quotient | Units | 2,33 | 1,93 | 1,48 |
| Treasury's primary quotient | Units | 0,05 | 0,24 | 0,04 |
| Rate of indebtedness (Leverage) | % | 265,16 | 244,33 | 602,26 |
| Current Capital (net) | Value | 236.851 | 212.366 | 191.984 |
| RETURN | | | | |
| Return on Sales | % | 3,18 | 3,43 | 2,03 |
| Return on Equity - Net- (R.O.E.) | % | 7,44 | 1,53 | 6,31 |
| Return on Equity - Gross - (R.O.E.) | % | 13,03 | 4,45 | 17,00 |
| Return on Investment (R.O.I.) | % | 5,39 | 1,91 | 4,18 |

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| | | | | |
|--|-------|---------|--------|---------|
| Return/ Sales | % | 3,38 | 3,52 | 3,46 |
| Extra Management revenues/charges incid. | % | 52,08 | 32,70 | 27,96 |
| Cash Flow | Value | 27.233 | 8.552 | 44.823 |
| Operating Profit | Value | 29.003 | 8.786 | 74.603 |
| Gross Operating Margin | Value | 41.132 | 14.465 | 111.383 |
| MANAGEMENT | | | | |
| Credits to clients average term | Days | n.c. | n.c. | 113,70 |
| Debts to suppliers average term | Days | n.c. | n.c. | 118,14 |
| Average stock waiting period | Days | 6,97 | 85,21 | 72,90 |
| Rate of capital employed return (Turnover) | Units | 1,59 | 0,54 | 1,25 |
| Rate of stock return | Units | 51,67 | 4,23 | 4,88 |
| Labour cost incidence | % | 3,63 | 5,01 | 8,14 |
| Net financial revenues/ charges incidence | % | -0,30 | -0,17 | -1,38 |
| Labour cost on purchasing expenses | % | 3,75 | 5,18 | 8,25 |
| Short-term financing charges | % | 0,93 | 0,23 | 2,76 |
| Capital on hand | % | 62,75 | 184,12 | 79,85 |
| Sales pro employee | Value | 857.586 | | 397.742 |
| Labour cost pro employee | Value | 31.101 | | 33.267 |

REMARKS

- 1) Protests checking (relative to the last five years) performed by crossing and matching the members names and the Firm's Style with the reported addresses, is supplied by the Informatic Registry managed by the Italian Chamber of Commerce. If the fiscal code is not indicated, the eventual homonymous cases are submitted to expert staff evaluation in order to limit wrong matching risks.
- 2) The Legal Data, supplied and retrived from the Firm's Registry of the Italian Chamber of Commerce, are in line with the last registered modifications.
- 3) Risk evaluation and Credit Opinion have been performed on the base of the actual data at the moment of their availability.

MARKET / TERRITORY DATA

Population living in the province : 843.250

Population living in the region : 9.393.092

Number of families in the region : 3.858.736

Monthly family expences average in the region (in Eur..) :

- per food products : 460

- per non food products : 2.090

- per energy consume : 114

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SECTOR DATA

The values are calculated on a base of 9.175 significant companies.

The companies cash their credits on an average of 114 dd.

The average duration of suppliers debts is about 118 dd.

The sector's profitability is on an average of 2,03%.

The labour cost affects the turnover in the measure of 8,14%.

Goods are held in stock in a range of 73 dd.

The difference between the sales volume and the resources used to realize it is about 1,25.

The employees costs represent the 8,25% of the production costs.

STATISTICAL DETRIMENTAL DATA

Statistically the trade activity passes through serious crises.

The area is statistically considered moderately risky.

In the region 50.886 protested subjects are found; in the province they count to 4.597.

The insolvency index for the region is 0,55, , while for the province it is 0,55.

Total Bankrupt companies in the province : 3.052.

Total Bankrupt companies in the region : 39.612.

FOREIGN EXCHANGE RATES

| Currency | Unit | Indian Rupees |
|-----------|------|---------------|
| US Dollar | 1 | INR 70.34 |
| UK Pound | 1 | INR 89.64 |
| Euro | 1 | INR 80.07 |
| Euro | 1 | INR 80.14 |

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

INFORMATION DETAILS

| | |
|-----------------------------|-----|
| Analysis Done by : | PRI |
| 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)