

MIRA INFORM REPORT

Report No. :	542497
Report Date :	05.12.2018

IDENTIFICATION DETAILS

Name :	S&U HEAVY INDUSTRIES CO., LTD.
Registered Office :	58, Neungheodaero 167beon-gil, Yeonsu-gu, Incheon, Korea Rm.B-01, Central Avenue Bldg 21946
Country :	South Korea
Financials (as on) :	31.12.2017
Date of Incorporation :	23.11.2015
Com. Reg. No.:	447-86-00300
Legal Form :	Co., Ltd by Shares
Line of Business :	Wholesales and Retails of Construction and Mining Machinery and Heavy Equipment Components (Hydraulic Breakers, Crushers, Multi Processor, Compactors, Rock Breakers, Concrete Crushers & Shears, Rotary Drum Cutter, bigger Crushers & Shears, smaller Crusher, Grapple, Ripper)
No. of Employees :	2

RATING & COMMENTS

(Mira Inform has adopted New Rating mechanism w.e.f. 23rd 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

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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

Country Name	Previous Rating (30.06.2018)	Current Rating (30.09.2018)
South Korea	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

SOUTH KOREA - ECONOMIC OVERVIEW

After emerging from the 1950-53 war with North Korea, South Korea emerged as one of the 20th century's most remarkable economic success stories, becoming a developed, globally connected, high-technology society within decades. In the 1960s, GDP per capita was comparable with levels in the poorest countries in the world. In 2004, South Korea's GDP surpassed one trillion dollars.

Beginning in the 1960s under President PARK Chung-hee, the government promoted the import of raw materials and technology, encouraged saving and investment over consumption, kept wages low, and directed resources to export-oriented industries that remain important to the economy to this day. Growth surged under these policies, and frequently reached double-digits in the 1960s and 1970s. Growth gradually moderated in the 1990s as the economy matured, but remained strong enough to propel South Korea into the ranks of the advanced economies of the OECD by 1997. These policies also led to the emergence of family-owned chaebol conglomerates such as Daewoo, Hyundai, and Samsung, which retained their dominant positions even as the government loosened its grip on the economy amid the political changes of the 1980s and 1990s.

The Asian financial crisis of 1997-98 hit South Korea's companies hard because of their excessive reliance on short-term borrowing, and GDP ultimately plunged by 7% in 1998. South Korea tackled difficult economic reforms following the crisis, including restructuring some chaebols, increasing labor market flexibility, and opening up to more foreign investment and imports. These steps lead to a relatively rapid economic recovery. South Korea also began expanding its network of free trade agreements to help bolster exports, and has since implemented 16 free trade agreements covering 58 countries—including the United State and China—that collectively cover more than three-quarters of global GDP.

In 2017, the election of President MOON Jae-in brought a surge in consumer confidence, in part, because of his successful efforts to increase wages and government spending. These factors combined with an uptick in export growth to drive real GDP growth to more than 3%, despite disruptions in South Korea's trade with China over the deployment of a US missile defense system in South Korea.

In 2018 and beyond, South Korea will contend with gradually slowing economic growth - in the 2-3% range - not uncommon for advanced economies. This could be partially offset by efforts to address challenges arising from its rapidly aging population, inflexible labor market, continued dominance of the chaebols, and heavy reliance on exports rather than domestic consumption. Socioeconomic problems also persist, and include rising inequality, poverty among the elderly, high youth unemployment, long working hours, low worker productivity, and corruption.

Source : CIA

BASIC INFORMATION

Basic

Company Name	S&U HEAVY INDUSTRIES CO., LTD.
Registered Address	58, Neungheodaero 167beon-gil, Yeonsu-gu, Incheon, Korea
Building	Rm.B-01, Central Avenue Bldg.
Zip Code	21946
Tel	N/A
Fax	N/A
E-mail	
Website	
Trading Address	Rm.B-01, Central Avenue Bldg., 58, Neungheodaero 167beon-gil, Yeonsu-gu, Incheon, Korea (Old Address System : Rm.B-01, Central Avenue Bldg., 522-3, Ongnyeon-dong, Yeonsu-gu, Incheon, Korea)
Tel	N/A
Fax	N/A
Other Address	
Tel	
Fax	
Type	Export/Import
Industry	Wholesales and Retails of Construction and Mining Machinery and Heavy Equipment Components
Main Business	Hydraulic Breakers, Crushers, Multi Processor, Compactors, Rock Breakers, Concrete Crushers & Shears, Rotary Drum Cutter, bigger Crushers & Shears, smaller Crusher, Grapple, Ripper
Sub Business	
Established (mm/dd/yyyy)	11/23/2015

DETAILED PRODUCTS

Activity	Detailed Products (UNSPSC)
Sell	Crushers and breakers and grinders(20101700)
Sell	Rock breakers(20101711)
Sell	Heavy equipment components(22101700)
Sell	International trade services(80151600)

CEO'S

Name	Kang Tea-Sik
Date of Birth	03/18/1966
Title	President & CEO

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Nationality Korean

PROFILES

Capital (KRW) 101,000,000
Employees 2
Formation Co., Ltd by Shares
Bank Details N/A
Corporate Registered No. 120111-0790966
Business Registered No. 447-86-00300
Permit & Licenses N/A
Shareholder Position N/A
Company History 11/23/2015 Incorporated as the present name
04/28/2016 Increased the authorized shares to 80,800 shares from 800 shares
04/29/2016 Increased capital to 101,000,000 KRW from 1,000,000 KRW
05/21/2018 Moved to the present HQ address from Rm.407, City Zzang Bldg., 5, Aenggogae-ro 934beon-gil, Namdong-gu, Incheon, Korea(Old Address System : Rm.407, City Zzang Bldg., 673-2, Nonhyeon-dong, Namdong-gu, Incheon, Korea)

DETAILED INFORMATION

Management

Job Description	Name	Nationality	Date of Birth	Inauguration Date
President & CEO	Kang Tea-Sik	Korean	03/18/1966	04/04/2016
Director	Amiralalike Shabarz Mirzamohamedi	Iranian	06/28/1977	04/04/2016
Auditor	Nam Sun-Hee	Korean	10/28/1969	11/23/2015

FINANCIALS

Year / Unit : KRW	Sales	Assets	Net Income
2017	371,040,000	116,615,000	-8,006,000
2016	114,438,000	124,376,000	-4,705,000

Financial Description

Authorized Capital(KRW) 404,000,000

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Paid-Up Capital(KRW)	101,000,000
Total Issued Shares	20,200

Balance Sheet

Unit : Korean Won	As of 12/31/2017	As of 12/31/2016	As of 12/31/2015
Total Assets	116,615,000	124,376,000	
Current Assets	101,615,000	104,376,000	
-Quick Assets			
-Inventories			
Fixed Assets	15,000,000	20,000,000	
-Investment			
-Tangibles			
-Intangibles			
Total Liabilities	27,953,000	27,708,000	
Current Liabilities	27,953,000	27,708,000	
Fixed Liabilities	0	0	
Capital Stock	101,000,000	101,000,000	
Capital Surplus	0	0	
Profit Surplus	-12,338,000	-4,332,000	
Capital Adjustment	0	0	
Total Equity	88,662,000	96,668,000	
Liab. & Shareholder's Equity	116,615,000	124,376,000	

Income Statement

Unit : Korean Won	As of 12/31/2017	As of 12/31/2016	As of 12/31/2015
Sales	371,040,000	114,438,000	
Cost of Sold Goods	334,165,000	85,267,000	
Gross Profit	36,875,000	29,171,000	
Selling & Admin. Expenses	44,010,000	26,570,000	
Operating Income	-7,135,000	2,601,000	
Non-Operating Income	1,054,000	636,000	
Non-Operating Expenses	1,925,000	6,156,000	
Income Before Taxes	-8,006,000	-2,919,000	
Income Taxes Expenses	0	1,786,000	
Net Income	-8,006,000	-4,705,000	

PRODUCTS, TECHNOLOGIES, SERVICES
DESCRIPTION

Main Products & Services Hydraulic Breakers, Crushers, Multi Processor, Compactors, Rock Breakers, Concrete Crushers & Shears, Rotary Drum Cutter, bigger Crushers & Shears, smaller Crusher, Grapple, Ripper

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TRADE PARTNERS & COMPETITORS

Competitors

EVERDIGM CORP.
332-3, JANGGWAN-RI, JINCHEON-EUP, JINCHEON-GUN,
CHUNGCHEONGBUK-DO, KOREA
TEL:+82-43-530-3300 FAX:+82-43-530-3318

DAEMO ENGINEERING CO., LTD.
2BA-515, SIHWA INDUSTRIAL COMPLEX, 2178-5, JEONGWANG 2-
DONG, SIHEUNG-SI, GYEONGGI-DO, KOREA
TEL:+82-31-488-6011 FAX:+82-31-496-0067

MSB CORPORATION
123B-4L, NAMDONG INDUSTRIAL COMPLEX, 693-3, GOJAN-DONG,
NAMDONG-GU, INCHEON, KOREA
TEL:+82-32-821-6980~3 FAX:+82-32-818-1698

SALES BY REGION (ACTIVITY & MARKETS)

The Subject exports to Kazakhstan and Russia.

COURT ACTION

Not Available.

NEWS CLIPPING

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FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 70.35
UK Pound	1	INR 89.65
Euro	1	INR 80.08
KRW	1	INR 0.063

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

INFORMATION DETAILS

Analysis Done by :	VIV
Report Prepared by :	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)