

MIRA INFORM REPORT

Report No. :	542909
Report Date :	05.12.2018

IDENTIFICATION DETAILS

Name :	SINO MACHINERY CO., LTD.
Registered Office :	51#, West Ring Road, Yansi Town, Huizhou Dist, Huangshan City
Country :	China
Financials (as on) :	31.12.2017
Date of Incorporation :	25.08.2017
Unified Social Credit Code :	91341000MA2NY77U6X
Legal Form :	Operational
Line of Business :	Subject is engaged in production and sales of metal cutting machine tools, etc. Its products include vertical machining center, horizontal machining center, longmen machining center, and CNC milling machine
No. of Employees :	300

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 :	Relatively New Business
Payment Behaviour :	Slow but Correct
Litigation :	Clear

NOTES :

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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)
China	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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CHINA - ECONOMIC OVERVIEW

Since the late 1970s, China has moved from a closed, centrally planned system to a more market-oriented one that plays a major global role. China has implemented reforms in a gradualist fashion, resulting in efficiency gains that have contributed to a more than tenfold increase in GDP since 1978. Reforms began with the phaseout of collectivized agriculture, and expanded to include the gradual liberalization of prices, fiscal decentralization, increased autonomy for state enterprises, growth of the private sector, development of stock markets and a modern banking system, and opening to foreign trade and investment. China continues to pursue an industrial policy, state support of key sectors, and a restrictive investment regime. From 2013 to 2017, China had one of the fastest growing economies in the world, averaging slightly more than 7% real growth per year. Measured on a purchasing power parity (PPP) basis that adjusts for price differences, China in 2017 stood as the largest economy in the world, surpassing the US in 2014 for the first time in modern history. China became the world's largest exporter in 2010, and the largest trading nation in 2013. Still, China's per capita income is below the world average.

In July 2005 moved to an exchange rate system that references a basket of currencies. From mid-2005 to late 2008, the renminbi (RMB) appreciated more than 20% against the US dollar, but the exchange rate remained virtually pegged to the dollar from the onset of the global financial crisis until June 2010, when Beijing announced it would resume a gradual appreciation. From 2013 until early 2015, the renminbi held steady against the dollar, but it depreciated 13% from mid-2015 until end-2016 amid strong capital outflows; in 2017 the RMB resumed appreciating against the dollar – roughly 7% from end-of-2016 to end-of-2017. In 2015, the People's Bank of China announced it would continue to carefully push for full convertibility of the renminbi, after the currency was accepted as part of the IMF's special drawing rights basket. However, since late 2015 the Chinese Government has strengthened capital controls and oversight of overseas investments to better manage the exchange rate and maintain financial stability.

The Chinese Government faces numerous economic challenges including: (a) reducing its high domestic savings rate and correspondingly low domestic household consumption; (b) managing its high corporate debt burden to maintain financial stability; (c) controlling off-balance sheet local government debt used to finance infrastructure stimulus; (d) facilitating higher-wage job opportunities for the aspiring middle class, including rural migrants and college graduates, while maintaining competitiveness; (e) dampening speculative investment in the real estate sector without sharply slowing the economy; (f) reducing industrial overcapacity; and (g) raising productivity growth rates through the more efficient allocation of capital and state-support for innovation. Economic development has progressed further in coastal provinces than in the interior, and by 2016 more than 169.3 million migrant workers and their dependents had relocated to urban areas to find work. One consequence of China's population control policy known as the "one-child policy" - which was relaxed in 2016 to permit all families to have two children - is that China is now one of the most rapidly aging countries in the world. Deterioration in the environment - notably air pollution, soil erosion, and the steady fall of the water table, especially in the North - is another long-term problem. China continues to lose arable land because of erosion and urbanization. The Chinese Government is seeking to add energy production capacity from sources other than coal and oil, focusing on natural gas, nuclear, and clean energy development. In 2016, China ratified the Paris Agreement, a multilateral agreement to combat climate change, and committed to peak its carbon dioxide emissions between 2025 and 2030.

The government's 13th Five-Year Plan, unveiled in March 2016, emphasizes the need to increase innovation and boost domestic consumption to make the economy less dependent on government investment, exports, and heavy industry. However, China has made more progress on subsidizing innovation than rebalancing the economy. Beijing has committed to giving the market a more decisive role in allocating resources, but the

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Chinese Government's policies continue to favor state-owned enterprises and emphasize stability. Chinese leaders in 2010 pledged to double China's GDP by 2020, and the 13th Five Year Plan includes annual economic growth targets of at least 6.5% through 2020 to achieve that goal. In recent years, China has renewed its support for state-owned enterprises in sectors considered important to "economic security," explicitly looking to foster globally competitive industries. Chinese leaders also have undermined some market-oriented reforms by reaffirming the "dominant" role of the state in the economy, a stance that threatens to discourage private initiative and make the economy less efficient over time. The slight acceleration in economic growth in 2017—the first such uptick since 2010—gives Beijing more latitude to pursue its economic reforms, focusing on financial sector deleveraging and its Supply-Side Structural Reform agenda, first announced in late 2015.

Source : CIA

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INVESTIGATION RECORD

Name of Interviewee A female staff who refused to disclose her name
Tel (86 559)3584601
Investigation Way Telephone Interview

ORDER DETAILS & INVESTIGATION RESULTS

-	Order Information	Verification
Name(English)	SINO MACHINERY CO LTD	Correct
Address (English)	51#, WEST RING ROAD, HUIZHOU DISTRICT, HUANGSHAN CITY, ANHUI, CHINA	Incomplete

ABSTRACT

BASIC INFORMATION

Name (English) SINO MACHINERY CO., LTD. (Given by Official Sources)
Unified Social Credit Code 91341000MA2NY77U6X
AIC registration No. 341000000102214
National Organization Code MA2NY77U6
Company Status Operational
Executive Wang Xiaodong
Registered Capital CNY 56,000,000.00
Date of Establishment 2017-08-25
Employee 300
Website www.wannanjc.com
Company Size Medium
SIC (China) 3421,Production of Metal Cutting Machine Tool
Import and Export 3400MA2NY77U6
Enterprise Code
Import/Export Permit Yes

CONTACTS

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Tel (86 559)3584601
Fax (86 559)3511680
Address 51#, West Ring Road, Yansi Town, Huizhou Dist, Huangshan City, Anhui Province□(Factory; Office)
Address Post code 245999
Ownership Unknown

**GENERAL COMMENTS
RISK ANALYSIS**

Established in Aug. 2017 with registered capital of CNY 56,000,000.00, SC is mainly engaged in production and sales of metal cutting machine tools, etc. Due to the short history, its industry experience is limited. Invested by natural persons, subject has poor financing capacity and risk-resisting capacity. According to Subject's current financial information, its operating income scale of 2017 is average. Low net profit margin of 2017 reflects subject has poor profitability. Given that the company is in its initial stage of establishment, there's great room for improvement of its business development capacity and profitability. Clients shall pay continuous attention to its future development. Low turnover of total assets of 2017 indicates Subject has poor asset operation capacity. With high liabilities to assets ratio of 2017, subject's asset structure is poor and its long-term debt paying pressure is high.

REGISTRATION INFORMATION

REGISTRATION INFORMATION

Unified Social Credit Code 91341000MA2NY77U6X
AIC registration No. 341000000102214
Date of Establishment 2017-08-25
Registered Address 51#, West Ring Road, Yansi Town, Huizhou Dist, Huangshan City
Registry Administration Bureau of Industry and Commerce - Huangshan City
Legal Representative Wang Xiaodong
Legal Form Shares Limited Company (Unlisted)
Registered Capital CNY 56,000,000.00
Paid-in Capital CNY 56,000,000.00
Latest Year of Annual Report 2017
Operation duration Perpetual
Business Scope Design, manufacture, sale and service of metal cutting machine tools, robots, flexible production lines, transmission products, mechanical parts, electrical machinery, electrical equipment and accessories, auxiliary equipment; Metalworking; Mechanical equipment repair;

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Self-running and agency of import/export of commodities and technologies;
(Of the above business projects where a permit is required, permit shall be
obtained.)

SHAREHOLDER INFORMATION

-	Name	% Ownership	Capital Contributed	Currency	Investment Way	Paid-in %	Country
1	Wang Xiaodong	62.50	35,000,000.00	CNY	Capital	100	China
2	Fang Jianhui	17.86	10,000,000.00	CNY	Capital	100	China
3	Yu Wenbin	3.57	2,000,000.00	CNY	Capital	100	China
4	Fang Jianping	3.57	2,000,000.00	CNY	Capital	100	China
5	Hu Mingwei	3.57	2,000,000.00	CNY	Capital	100	China
6	Fang Yituan	3.57	2,000,000.00	CNY	Capital	100	China
7	Hu Minghong	3.57	2,000,000.00	CNY	Capital	100	China
8	Zhang Qi	1.79	1,000,000.00	CNY	Capital	100	China
Total		100.0	56,000,000				

ULTIMATE HOLDING

-	Ultimate Shareholder	Investment Way
1	Wang Xiaodong	Capital

English Name Wang Xiaodong
Country China
Type Natural Person
Investment Way Capital
Note Wang Xiaodong
 -->62.50% SINO MACHINERY CO., LTD.

BRANCHES

No branch information of subject is searched out from database.

INVESTMENT IN OTHER COMPANIES

No investment information of subject is searched out from database.

MANAGEMENT

LEGAL REPRESENTATIVE

Name Wang Xiaodong

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Country China
Position Chairman; General Manager

INVOLVEMENT IN OTHER COMPANIES

-	Name (English)		License Status	Legal Representative	Position	Type of Engagement
1	Huangshan Machinery Co., Ltd.	Jinnuo	Operational	YES	Executive Director; General Manager	Directorship; Investment(66%)
2	Huangshan Development Zone Ruifeng Small Loan Co., Ltd.	Economic Zone	Operational	NO	Director	Directorship
3	HUANGSHAN WEBCONTROL PRECISION MACHINERY CO.,LTD		Operational	NO	Director	Directorship
4	HUANGSHAN WANNAN MACHINERY CO.,LTD.		Operational	YES	Executive Director; General Manager	Directorship; Investment(37%)
5	Huangshan Machine Tool Productivity Promotion Center Co., Ltd.	Yongnuo	Operational	YES	Executive Director; General Manager	Directorship
6	Shanghai Source Electrical Appliances Co., Ltd.	Aohui Light Electrical	Operational	NO	-	Investment(3.9%)

Name (English) Huangshan Jinnuo Machinery Co., Ltd.
License Status Operational
Name Of Legal Representative Wang Xiaodong
Registered Capital CNY 5,000,000.00
Country China
Registration No. 341004000015668
Unified Social Credit Code 9134100409567172XG
Legal Form Limited Liabilities Company
Share Holding 3,300,000.00
Currency Of Share Holding CNY
Way of Investment Capital
% Ownership 66

Position	Executive Director; General Manager
Date of Establishment	2014-03-21
Name (English)	Huangshan Economic Development Zone Ruifeng Small Loan Co., Ltd.
License Status	Operational
Name Of Legal Representative	Wang Cheng
Registered Capital	CNY 50,000,000.00
Country	China
Registration No.	341000000031210
Unified Social Credit Code	91341000562188172K
Legal Form	Shares Limited Company (Unlisted)
Position	Director
Date of Establishment	2010-09-27
Name (English)	HUANGSHAN WEBCONTROL PRECISION MACHINERY CO.,LTD
License Status	Operational
Name Of Legal Representative	Su Ligong
Registered Capital	CNY 10,000,000.00
Country	China
Registration No.	341000400003296
Unified Social Credit Code	91341000399052231P
Legal Form	Limited Liabilities Company (Sino-Foreign Joint Venture)
Position	Director
Date of Establishment	2014-05-26
Name (English)	HUANGSHAN WANNAN MACHINERY CO.,LTD.
License Status	Operational
Name Of Legal Representative	Wang Xiaodong
Registered Capital	CNY 25,000,000.00
Country	China
Registration No.	341004000006181
Unified Social Credit Code	91341004151620143C
Legal Form	Limited Liabilities Company

Share Holding	9,250,000.00
Currency Of Share Holding	CNY
Way of Investment	Capital
% Ownership	37
Position	Executive Director; General Manager
Date of Establishment	1997-11-26
Name (English)	Huangshan Yongnuo Machine Tool Productivity Promotion Center Co., Ltd.
License Status	Operational
Name Of Legal Representative	Wang Xiaodong
Registered Capital	CNY 2,000,000.00
Country	China
Registration No.	341004000011159
Unified Social Credit Code	91341000588863519H
Legal Form	Limited Liabilities Company
Position	Executive Director; General Manager
Date of Establishment	2011-12-21
Name (English)	Shanghai Aohui Light Source Electrical Appliances Co., Ltd.
License Status	Operational
Name Of Legal Representative	Zhou Xinghua
Registered Capital	CNY 20,000,000.00
Country	China
Registration No.	310115001712990
Unified Social Credit Code	91310115792792236E
Legal Form	Limited Liabilities Company
Share Holding	780,000.00
Currency Of Share Holding	CNY
% Ownership	3.9
Date of Establishment	2006-09-20

MANAGEMENT

Name	Position	Gender
-		

1	Wang Xiaodong	Chairman; General Manager	-
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DIRECTORS AND SUPERVISORS

-	Name	Position	Gender
1	Wang Xiaodong	Chairman; General Manager	-
2	Hu Minghong	Director	-
3	Hu Mingwei	Director	-
4	Fang Jianhui	Director	-
5	Yu Wenbin	Director	-
6	Fang Yituan	Supervisor	-
7	Fang Jianping	Supervisor	-
8	Zhao Zuxi	Supervisor	-

JUDICIAL INFORMATION

DEFAULT EXECUTED PARTY

As of the reporting date, no related record about subject is found through below sources:

- A. Website of China Court Organization;
- B. Websites of local courts of subject's location;
- C. Websites of major domestic courts;

SUBJECT AS EXECUTED PARTY

As of the reporting date, no related record about subject is found through below sources:

- A. Website of China Court Organization;
- B. Websites of local courts of subject's location;
- C. Websites of major domestic courts;

CIVIL & COMMERCIAL TRIAL PROCESS

As of the reporting date, no related record about subject is found through below sources:

- A. Website of China Court Organization;
- B. Websites of local courts of subject's location;
- C. Websites of major domestic courts;

CIVIL & COMMERCIAL JUDGMENT DOCUMENT

As of the reporting date, no related record about subject is found through below sources:

- A. Website of China Court Organization;
- B. Websites of local courts of subject's location;
- C. Websites of major domestic courts;

ADMINISTRATIVE ILLEGAL

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- A. Website of China Court Organization;
- B. Websites of local courts of subject's location;
- C. Websites of major domestic courts;

OPERATION INFORMATION

MAIN BUSINESS

Main Business Production and sales of metal cutting machine tools, etc.

Products & Service SC is mainly engaged in production and sales of metal cutting machine tools, etc. Its products include vertical machining center, horizontal machining center, longmen machining center, and CNC milling machine, etc which are widely used in industrial manufacturing fields.

OPERATION FACILITIES

Business Address 51#, West Ring Road, Yansi Town, Huizhou Dist, Huangshan City, Anhui Province (Factory; Office)

Tel (86 559)3584601

Fax (86 559)3511680

Post code 245999

Environment Downtown

Ownership Unknown

Traffic Condition Convenient

SALES INFORMATION

Region	Products	Customer Type	Number of Customers	Payment Terms	Region	Percentage
Domestic	Vertical machining center, horizontal machining center, longmen machining center, CNC milling machine, etc	Processing factories, traders, etc.	Over 20	Credit payment, immediate payment, etc.	All over China	90
International	Vertical machining center, horizontal machining center, longmen	Traders, etc.	Over 5	T/T, etc	Netherlands, United States, Germany, Denmark, Argentina, etc.	10

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machining
center, CNC
milling
machine, etc

OTHER INFORMATION SC's products are mainly sold domestically and its clients are mainly processing factories, traders, etc. Due to the short history, the company is actively exploring its sales network.

PURCHASE INFORMATION

Region	Main Purchased	Products	Number of Suppliers	Payment Terms	Region	Percentage
Domestic	Metal production office equipment, etc.	materials, equipment,	Over 10	Credit immediate payment, etc.	All over China	100

OTHER INFORMATION SC's purchasing business is wholly developed domestically. Its suppliers include manufacturers and traders of steels etc.

NOTE TO CREDIT RECORD

Note Subject's staff was cautious and refused to disclose the information of its suppliers due to business secrecy. The relevant information is unavailable through public channels. Hence, the company's payment history can't be provided in the report.

BANK INFORMATION

MORTGAGE

-	File No.	Mortgagee Name	Mortgagee Type	Mortgagor Name	Collateral
1	055902002018039	Huangshan Huizhou Financing Guarantee Co., Ltd.	-	-	-
2	055902002018013	Huangshan Huizhou Financing Guarantee Co., Ltd.	-	-	-

File No.	055902002018039
Mortgagee Registration No.	913410046679320761
Mortgagee Name	Huangshan Huizhou Financing Guarantee Co., Ltd.
Mortgage Type	Chattel mortgage
Type of Principal Debt	Loan contract
Coverage	All
Principal Claim Amount	CNY 6,000,000
Start Date	2018-08-01
End Date	2019-07-31

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File Party	Market Supervision Administration – Huizhou Dist, Huangshan City
File No.	055902002018013
Mortgagee Registration No.	913410046679320761
Mortgagee Name	Huangshan Huizhou Financing Guarantee Co., Ltd.
Mortgage Type	Chattel mortgage
Type of Principal Debt	Loan contract
Coverage	All
Principal Claim Amount	CNY 20,000,000
Start Date	2018-03-01
End Date	2019-03-01
File Party	Market Supervision Administration – Huizhou Dist, Huangshan City

ELECTRICITY CONSUMPTION RECORD

No electricity consumption record of subject can be obtained as the electricity consumer may not be filed with subject's name.

QUALIFICATIONS & TRENDS

PATENT

-	Patent Name	Patent Type	Status	Application No.	Application date	Classification	Publication No.
1	A device for adjusting the meshing clearance of paired arc teeth	Invention	Published	CN201711244214.3	2017-11-30	B23P21/00(2006.01)I	CN107984212 A
2	A device for milling steel plate plane	Invention	Published	CN201711244211.X	2017-11-30	B23C3/13(2006.01)I; B23Q3/06(2006.01)I ; B23P23/02(2006.01)I	CN107755764 A

EXPORT/IMPORT PERMIT

EXPORT/IMPORT PERMIT Yes

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IMPORT / EXPORT DETAILS

2017 Import / Export Volume (USD 1,000)

Import Volume

-

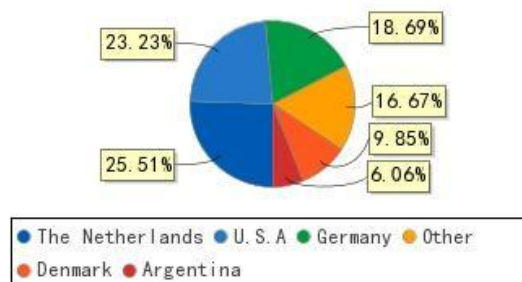
Export Volume

396

2017 Exporting Regions (USD 1,000)

Exporting Regions	Export Volume
The Netherlands	101
U.S.A	92
Germany	74
Denmark	39
Argentina	24
Other	66

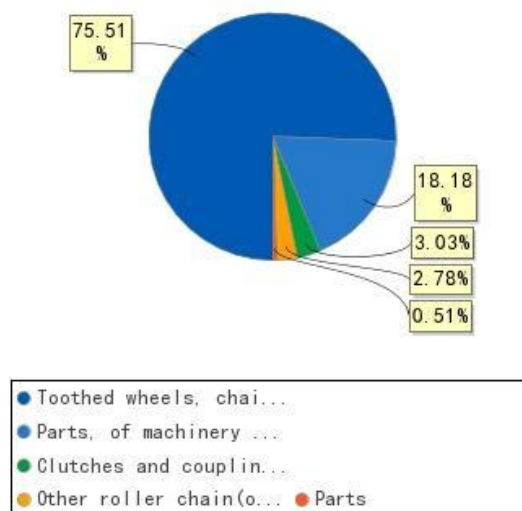
2017 Exporting Countries Lay-out



2017 Exported Products (USD 1,000)

Exported Products	Export Volume
Toothed wheels, chain sprockets and other transmission elements presented separately, parts	299
Parts, of machinery of heading No.84.28, other than parts of lifts, skip hoists or escalators	72
Clutches and couplings (including universal joints)	12
Other roller chain(other than chain for bicycle and motorcycles)	11
Parts	2

2017 Exported Products Lay-out



EMPLOYEE

Employee Number 300

OTHER INFORMATION

The above information was confirmed by Subject's staff.

WEBSITES

-	Website	Name	File No	Registrant
1	www.wannanjc.com	SINO MACHINERY CO., LTD	Wan ICP 10000978-1	-

Website	www.wannanjc.com
Country	China
Status	Normal
Name	SINO MACHINERY CO., LTD
Sponsor Name	SINO MACHINERY CO., LTD
Hosted By	Company
File No.	Wan ICP 10000978-1

ADMINISTRATIVE INFORMATION

ADMINISTRATIVE LICENSES & IDENTIFICATIONS

-	License No.	License Name
1	Hui Guo Shui Xu Bian Geng Zhun Zi (2017) 35	Huangshan Administrative Licensing

License No.	Hui Guo Shui Xu Bian Geng Zhun Zi (2017) 35
License Name	Huangshan Administrative Licensing
Issuing date	2017-09-15
Expire date	2099-12-31
Issuing party	Huangshan Tax Office, State Administration of Taxation
License Content	Examination and approval of maximum invoice quota for VAT special invoices (VAT tax control system)

ABNORMAL TAX PAYER

As of the reporting date, no related record about subject is found through below sources:

- A. Website of Tax Bureau of China;
- B. Website of local Tax Bureau of subject's location;
- C. Taxpayer information of database.

TAX ARREARS LIST

As of the reporting date, no related record about subject is found through below sources:

- A. Website of Tax Bureau of China;
- B. Website of local Tax Bureau of subject's location;
- C. Taxpayer information of database.

DEBT ARREARS LIST

As of the reporting date, no related record about subject is found through below sources:

- A. Major telecommunication operators of China;

B. Telecommunication information of database.

FINANCIAL INFORMATION

DETAILED FINANCIAL INFORMATION (UNIT: CNY 1,000)

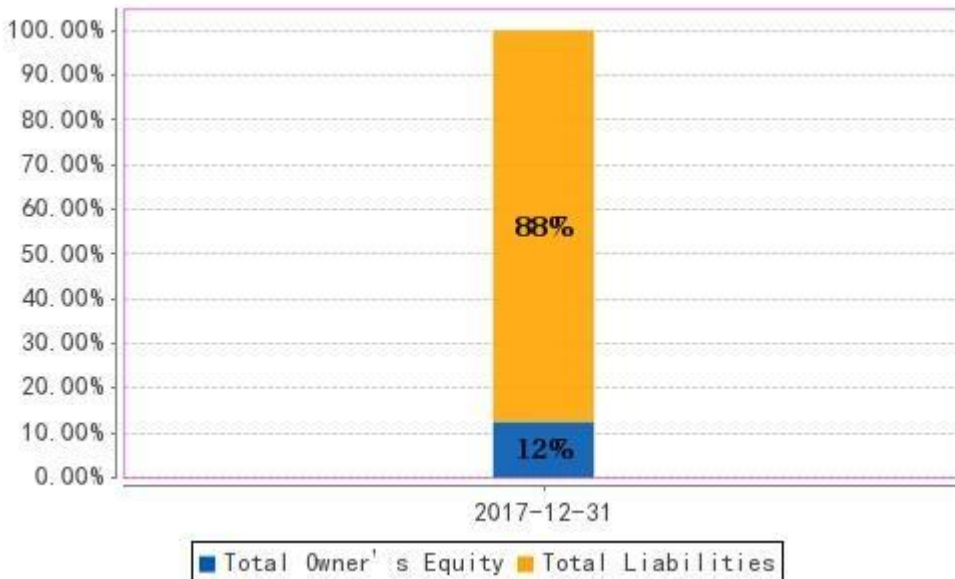
Financial Note: Due to the lack of a clear government policy regarding the transparency of enterprise financial information, some financial items might be missing in the financial statements, causing possible inequality between the sum of the provided items and the provided total numbers.

Assets

Year	2017-12-31
Report Type	Annual Report
Statement Type	Individual
Source	AIC
Audited or Not	Unknown
Total Assets	242,576

Liabilities

Year	2017-12-31
Total Liabilities	212,294
Total Owner's Equity	30,282
Total Liabilities and Owner's Equity	242,576



Income Statement

Year	2017-12-31
Operating Income	50,603
Total Profit	2,499
Income Tax	662
Net Profit	1,837

IMPORTANT RATIO

Profitability	2017
Return on net assets (%)	6.07
Return on total assets (%)	0.76
Net profit margin (%)	3.63
Operation capacity	2017
Turnover of total assets	0.21
Solvency	2017
Liabilities to assets ratio (%)	87.52

FINANCIALS & ANALYSIS

Financial Note Subject's detailed financial information of 2017 is unavailable through all accessible channels. Subject's staff was contacted but declined to provide

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relevant financial information. Hence only Subject's financial summaries of 2017 obtained from AIC source are provided for client's reference.

INDUSTRY INFORMATION

INDUSTRY CODE

SIC (China)	3421,Production of Metal Cutting Machine Tool 【Major】
ISIC	2822,Manufacture of machine tools
NACE	28.49,Manufacture of machine tools

INDUSTRY FINANCIAL AVERAGE

-	2017	Subject	Best(10%)	Average	Worst(10%)
Solvency	Liabilities to Assets Ratio (%)	87.52	51.00	60.60	84.15
	Current ratio	-	2.25	1.24	0.77
	Quick ratio	-	1.41	0.78	0.49
Development Capacity	Yearly Growth of Operating Income (%)	-	15.50	0.31	-21.36
	Yearly Growth of Gross Profit (%)	-	18.26	0.20	-28.62
	Yearly Growth of Total Assets (%)	-	17.95	7.65	-12.94
Profitability	Return on net assets (%)	6.07	14.59	5.81	-5.41
	Return on total assets (%)	0.76	7.24	3.67	-2.35
	Gross profit margin (%)	-	28.15	13.16	0.31
Operation Capacity	Turnover of total assets	0.21	1.52	0.61	0.20
	Turnover of current assets	-	2.12	0.91	0.30
	Turnover days of account receivable	-	27.97	98.27	227.25

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 70.34
UK Pound	1	INR 89.64
Euro	1	INR 80.07
CNY	1	INR 10.24

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

INFORMATION DETAILS

Analysis Done by :	NIY
Report Prepared by :	DNS

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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)