

MIRA INFORM REPORT

Report No. :	543188
Report Date :	07.12.2018

IDENTIFICATION DETAILS

Name :	CAPSULE PRODUCTS COMPANY LIMITED
Registered Office :	19/11-14 Soi Sukhumvit 19, Klongtoey Nua, Wattana, Bangkok 10110
Country :	Thailand
Financials (as on) :	31.12.2017
Date of Incorporation :	10.06.1980
Com. Reg. No.:	0105523009961
Legal Form :	Private Limited Company
Line of Business :	The subject is engaged in manufacturing wide range of gelatin capsule products such as empty hard gelatin capsules and transparent capsules, pearl capsules, flavor capsules, capsules for food and dietary supplement, CPV- caps and printing capsules for pharmaceutical, herbal medicine, foods and dietary supplement industries.
No. of Employees :	120

RATING & COMMENTS

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

MIRA's Rating :

B

Credit Rating	Explanation	Rating Comments
B	Medium Risk	Business dealings permissible on a regular monitoring basis

Status :	Moderate
Payment Behaviour :	Slow
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.

ECGC Country Risk Classification List

Country Name	Previous Rating (30.06.2018)	Current Rating (30.09.2018)
Thailand	A2	A2

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

THAILAND - ECONOMIC OVERVIEW

With a relatively well-developed infrastructure, a free-enterprise economy, and generally pro-investment policies, Thailand is highly dependent on international trade, with exports accounting for about two-thirds of GDP. Thailand's exports include electronics, agricultural commodities, automobiles and parts, and processed foods. The industry and service sectors produce about 90% of GDP. The agricultural sector, comprised mostly of small-scale farms, contributes only 10% of GDP but employs about one-third of the labor force. Thailand has attracted an estimated 3.0-4.5 million migrant workers, mostly from neighboring countries.

Over the last few decades, Thailand has reduced poverty substantially. In 2013, the Thai Government implemented a nationwide 300 baht (roughly \$10) per day minimum wage policy and deployed new tax reforms designed to lower rates on middle-income earners.

Thailand's economy is recovering from slow growth during the years since the 2014 coup. Thailand's economic fundamentals are sound, with low inflation, low unemployment, and reasonable public and external debt levels. Tourism and government spending - mostly on infrastructure and short-term stimulus measures - have helped to boost the economy, and The Bank of Thailand has been supportive, with several interest rate reductions.

Over the longer-term, household debt levels, political uncertainty, and an aging population pose risks to growth.

Source : CIA

COMPANY NAME

CAPSULE PRODUCTS COMPANY LIMITED

SUMMARY

BUSINESS ADDRESS : 19/11-14 SOI SUKHUMVIT 19,
KLONGTOEY NUA, WATTANA,
BANGKOK 10110, THAILAND

TELEPHONE : [66] 2250-1586-7, 2250-1886-7, 2250-1589

FAX : [66] 2255-2504

E-MAIL ADDRESS : capsule@capsuleproducts.com

REGISTRATION ADDRESS : SAME AS BUSINESS ADDRESS

ESTABLISHED : 1980

REGISTRATION / TAX ID NO. : 0105523009961

CAPITAL REGISTERED : BHT. 50,000,000

CAPITAL PAID-UP : BHT. 50,000,000

SHARES PROPORTION : THAI : 100%

FISCAL YEAR CLOSING DATE : DECEMBER 31

LEGAL STATUS : PRIVATE LIMITED COMPANY

EXECUTIVE : MR. APICHAJ KITTIVORAVITKUL, THAI
MANAGING DIRECTOR

NO. OF STAFF : 120

LINES OF BUSINESS : GELATIN CAPSULES
MANUFACTURER, DISTRIBUTOR AND EXPORTER

CORPORATE PROFILE

OPERATING TREND : STABLE

PRESENT SITUATION : OPERATING NORMALLY

REPUTATION : FAIR WITH NORMAL BUSINESS ENGAGEMENT

MANAGEMENT STANDARD : MANAGEMENT WITH FAIR PERFORMANCE

HISTORY

The subject was established on June 10, 1980 as a private limited company under the registered name CAPSULE PRODUCTS COMPANY LIMITED by Thai groups, in order to produce wide range of gelatin capsules products to both local and overseas markets, with GMP and HACCP practices. It has obtained quality standard ISO 9001 : 2008 certification for the production by UKAS and SGS. The subject currently employs approximately 120 staff.

The subject's registered address is 19/11-14 Soi Sukhumvit 19, Klongtoey Nua, Wattana, Bangkok 10110, and this is the company's current operation address.

THE BOARD OF DIRECTORS

<u>Name</u>		<u>Nationality</u>	<u>Age</u>
Mr. Apichai Kittivoravitkul	[x]	Thai	75
Mr. Manas Hemstapat	[x] [-]	Thai	68
Mr. Anek Nithipitikarn	[x] [-]	Thai	70
Mr. Pichai Nithipitikarn		Thai	79
Mr. Phatrapong Kittivoravitkul	[+]	Thai	42
Mrs. Naovarat Kittivoravitkul		Thai	72
Mr. Prapun Kittivoravitkul		Thai	39

AUTHORIZED PERSON

Two of the mentioned directors [x] can jointly sign or the director [+] can jointly sign with one of the directors [-] on behalf of the subject with company's affixed.

MANAGEMENT

Mr. Apichai Kittivoravitkul is the Managing Director.
He is Thai nationality with the age of 75 years old.

Mr. Manas Hemstapat is the Deputy Managing Director.
He is Thai nationality with the age of 68 years old.

Mr. Phatrapong Kittivoravitkul is the General Manager and Sales & Marketing Manager.
He is Thai nationality with the age of 42 years old.

Mr. Prapun Kittivoravitkul is the Factory Manager.
He is Thai nationality with the age of 39 years old.

BUSINESS OPERATIONS

The subject is engaged in manufacturing wide range of gelatin capsule products such as empty hard gelatin capsules and transparent capsules, pearl capsules, flavor capsules, capsules for food and dietary supplement, CPV- caps and printing capsules for pharmaceutical, herbal medicine, foods and dietary supplement industries.

PURCHASE

60% of raw materials mainly gelatin, chemical and packaging materials are imported from United States of America, Germany, Canada, India, Japan and Republic of China, and the remaining 40% is purchased from local suppliers.

DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

MAJOR SUPPLIER

Technophar Equipment and Service (2007) Ltd. : Canada

SALES [LOCAL]

80% of the products is sold locally to Thai Government, manufacturers, wholesalers and end-users.

EXPORT [COUNTRY]

20% of the products is exported to overseas manufacturers mainly in Asian countries such as Laos, Republic of China, Malaysia, Vietnam, Australia, Taiwan, Korea, Philippines, India, Indonesia, Hong Kong, Singapore, Cambodia and South Africa.

MAJOR CUSTOMERS

The Government Pharmaceutical Organization : Thailand
Modern Pharma Co., Ltd. : Thailand
Fehalab Co., Ltd. : Thailand
Faculty of Medicine Siriraj Hospital : Thailand

SUBSIDIARY AND AFFILIATED COMPANY

The subject is not found to have any subsidiary or affiliated company here in Thailand.

LITIGATION

Bankruptcy and Receivership

There are no litigation on bankruptcy and receivership cases filed against the subject found at Legal Execution Department for the past five years.

Others

There are no legal suits filed against the subject according DATABASE for the past two years.

CREDIT

Sales are by cash or on the credits term of 30-60 days.
Local bills are paid by cash or on the credits term of 30-60 days.
Imports are by L/C at sight or T/T.
Exports are against L/C at sight or T/T.

BANKING

Krung Thai Bank Public Company Limited

[Head Office : 35 Sukhumvit Rd., Klongtoey Nua, Wattana, Bangkok 10110]

Bangkok Bank Public Company Limited

[Head Office : 333 Silom Rd., Silom, Bangrak, Bangkok 10500]

Kasikornbank Public Company Limited

[Head Office : 1 Kasikorn Lane, Rajburana Rd., Rajburana, Bangkok 10140]

EMPLOYMENT

The subject employs approximately 120 office staff and factory workers.

LOCATION DETAILS

The premise is owned for administrative office in a 4 storey building of 4 row shop houses at the heading address. Premise is located in commercial/residential area.

Factory is located at 2 Sukhapibal 2 Soi 13, Praves, Bangkok 10250.

Land Area : 16,000 square meters

Tel : [66] 2329-1029-30, 2329-1755-9

Fax : [66] 2329-1550

COMMENT

The pharmaceutical and healthcare industry has continued growing strong with higher demand each year, especially vitamins and supplement foods.

The company serves the local and international markets with its high quality products for more than three decades. It has been enjoying good business and expanding steadily in the past years. However, its business operation has been declined lately. The subject's operating performance in 2017 was slowdown from a decrease in sales or service income and another year of net loss. The decrease in sales figures was caused by high competition in healthcare industry of both local and overseas markets. The subject has to develop marketing strategy to attract its customers, otherwise it would inevitably encounter a slow growth and negative performance this year too.

FINANCIAL INFORMATION

The capital was initially registered at Bht. 1,000,000 divided into 10,000 shares of Bht. 100 each.

The capital was increased later as follows :

Bht. 20,000,000 on August 7, 1980

Bht. 25,000,000 on February 19, 1982

Bht. 30,000,000 on April 14, 1982

Bht. 36,000,000 on September 22, 1982

Bht. 50,000,000 on December 1, 1983

The latest registered capital was increased to Bht. 50,000,000 divided into 500,000 shares of Bht. 100 each with fully paid.

THE SHAREHOLDERS LISTED WERE : [as at April 25, 2018]

<u>NAME</u>	<u>HOLDING</u>	<u>%</u>
Mr. Apichai Kittivoravitkul Nationality: Thai Address : 49/1-2 Soi Prasanmitr, Sukhumvit Rd., Klongtoey Nua, Prakanong, Bangkok	220,305	44.06
Mr. Manas Hemstapat Nationality: Thai Address : 2 Soi Lertsin 2, Sukhumvit Rd., Klongtoey, Prakanong, Bangkok	76,715	15.34
Mr. Anek Nithipitikarn Nationality: Thai Address : 21/7 Chareonkrung Rd., Taladnoi, Samphantawong, Bangkok	53,006	10.60
Mr. Pichai Nithipitikarn Nationality: Thai Address : 21/7 Chareonkrung Rd., Taladnoi, Samphantawong, Bangkok	52,999	10.60
Mrs. Naovarat Kittivoravitkul Nationality: Thai Address : 49/1-2 Soi Prasanmitr, Sukhumvit Rd., Klongtoey Nua, Prakanong, Bangkok	42,509	8.50
Ms. Poraya Kunatien Nationality: Thai Address : 91/46 Moo 5, Thakharm, Bangkhunthien, Bangkok	29,466	5.90
Ms. Sasithorn Kittivoravitkul Nationality: Thai Address : 51/70 Soi Sukhumvit 23, Klongtoey Nua, Wattana, Bangkok	5,000	1.00
Ms. Sasivimol Kittivoravitkul Nationality: Thai Address : 19/11-14 Soi Sukhumvit 19, Klongtoey Nua, Wattana, Bangkok	5,000	1.00
Mr. Phatrapong Kittivoravitkul Nationality: Thai Address : 99/84 Kanchanapisek 010/1, Kannayao, Bangkok	5,000	1.00
Mr. Prapun Kittivoravitkul Nationality: Thai Address : 19/11-14 Soi Sukhumvit 19, Klongtoey Nua, Wattana, Bangkok	5,000	1.00
Mr. Boworn Kittivoravitkul Nationality: Thai Address : 49/1-3 Soi Sukhumvit 23, Klongtoey Nua, Wattana, Bangkok	5,000	1.00
Total Shareholders : 11		

DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

Share Structure [as at April 25, 2018]

Nationality	Shareholders	No. of Share	% Shares
Thai	11	500,000	100.00
Foreign	-	-	-
Total	11	500,000	100.00

NAME OF AUDITOR & CERTIFIED PUBLIC ACCOUNTANT NO. :

Mr. Piratchai Pragobsub No. 3082

FINANCIALS

BALANCE SHEET [BAHT]

The latest financial figures published for December 31, 2017, 2016 and 2015 were:

ASSETS

Current Assets	2017	2016	2015
Cash and Cash Equivalents	679,069.14	267,443.39	463,373.28
Trade Accounts and Other Receivable	29,710,181.36	32,859,822.41	40,965,622.08
Inventories	84,055,536.68	91,381,222.56	91,511,731.79
Other Current Assets	115,859.18	2,901,726.68	3,791,821.27
Total Current Assets	114,560,646.36	127,410,215.04	136,732,548.42
Property, Plant and Equipment	106,572,139.72	118,292,761.08	128,514,491.89
Total Assets	221,132,786.08	245,702,976.12	265,247,040.31

LIABILITIES & SHAREHOLDERS' EQUITY [BAHT]

Current Liabilities	2017	2016	2015
Bank Overdraft and Short-term Loan from Financial Institutions	4,076,750.35	12,598,631.28	2,777,088.82
Trade Accounts and Other Payable	12,060,459.50	20,444,341.09	41,451,935.18
Other Current Liabilities	3,136,095.19	3,463,302.45	6,028,338.53
Total Current Liabilities	19,273,305.04	36,506,274.82	50,257,362.53
Long-term Loans	61,080,594.40	63,677,831.20	87,041,807.20
Provision for Employees Benefit	13,873,959.15	13,383,858.97	12,776,274.21

DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

CAPSULE PRODUCTS COMPANY LIMITED - 543188

PAGE NO. : 10

Other Non-current Liabilities	65,000,000.00	65,000,000.00	35,000,000.00
Total Liabilities	159,227,858.59	178,567,964.99	185,075,443.94
Shareholders' Equity			
Share capital : Baht 100 par value authorized, issued and fully paid share capital 500,000 shares	50,000,000.00	50,000,000.00	50,000,000.00
Capital Paid	50,000,000.00	50,000,000.00	50,000,000.00
Retained Earning : [Deficit]			
Appropriated for statutory reserve	5,000,000.00	5,000,000.00	5,000,000.00
Unappropriated	6,904,927.49	12,135,011.13	25,171,596.37
Total Shareholders' Equity	61,904,927.49	67,135,011.13	80,171,596.37
Total Liabilities and Shareholders' Equity	221,132,786.08	245,702,976.12	265,247,040.31

PROFIT & LOSS ACCOUNT

	2017	2016	2015
Sales or Service Income	157,251,162.20	160,943,642.65	170,594,665.00
Other Income	2,749,601.05	1,474,631.66	101,205.64
Total Revenues	160,000,763.25	162,418,274.31	170,695,870.64
Expenses			
Cost of Goods Sold or Service	128,905,937.83	136,079,723.78	153,414,522.36
Selling and Administrative Expenses	26,660,590.30	29,900,668.44	34,367,546.84
Total Expenses	155,566,528.13	165,980,392.22	187,782,069.20
Profit/[Loss] before Financial Cost and Income Tax	4,434,235.12	[3,562,117.91]	[17,086,198.56]
Financial Cost	[9,174,218.58]	[8,866,882.57]	[7,901,937.24]
Profit/[Loss] before Income Tax	[4,739,983.46]	[12,429,000.48]	[24,988,135.80]
Income Tax	-	-	-
Net Profit / [Loss]	[4,739,983.46]	[12,429,000.48]	[24,988,135.80]

DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

FINANCIAL ANALYSIS

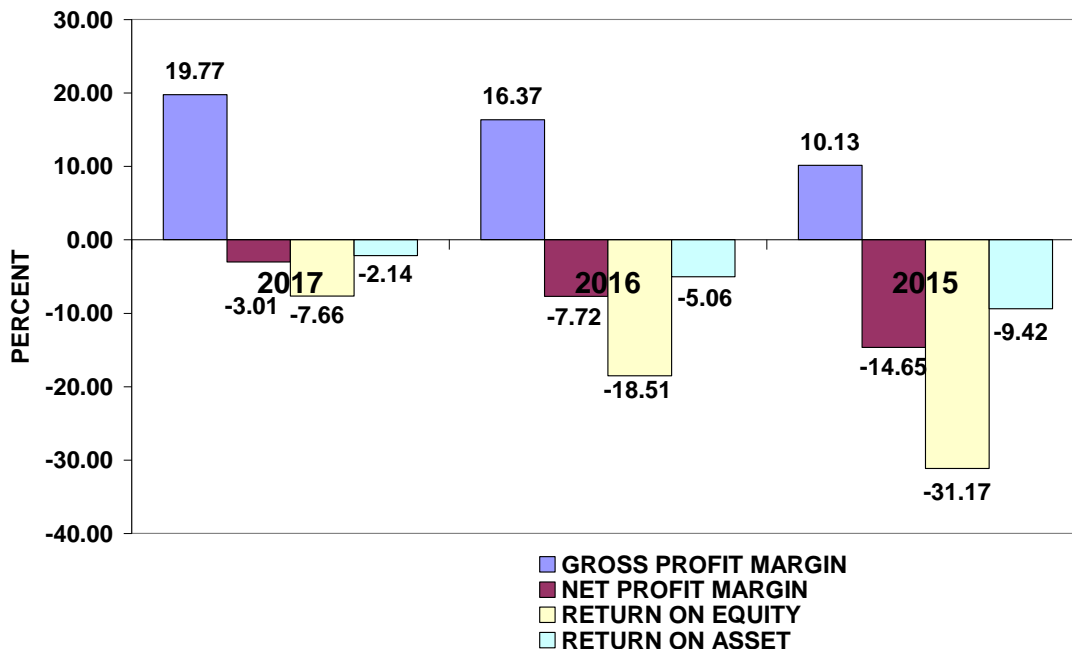
ITEM	UNIT	2017	2016	2015
LIQUIDITY RATIO				
CURRENT RATIO	TIMES	5.94	3.49	2.72
QUICK RATIO	TIMES	1.58	0.91	0.82
ACTIVITY RATIO				
FIXED ASSETS TURNOVER	TIMES	1.48	1.36	1.33
TOTAL ASSETS TURNOVER	TIMES	0.71	0.66	0.64
INVENTORY CONVERSION PERIOD	DAYS	238.01	245.11	217.72
INVENTORY TURNOVER	TIMES	1.53	1.49	1.68
RECEIVABLES CONVERSION PERIOD	DAYS	68.96	74.52	87.65
RECEIVABLES TURNOVER	TIMES	5.29	4.90	4.16
PAYABLES CONVERSION PERIOD	DAYS	34.15	54.84	98.62
CASH CONVERSION CYCLE	DAYS	272.82	264.79	206.75
PROFITABILITY RATIO				
COST OF GOODS SOLD	%	81.97	84.55	89.93
SELLING & ADMINISTRATION INTEREST	%	16.95	18.58	20.15
GROSS PROFIT MARGIN	%	5.83	5.51	4.63
NET PROFIT MARGIN BEFORE EX. ITEM	%	19.77	16.37	10.13
NET PROFIT MARGIN	%	2.82	(2.21)	(10.02)
RETURN ON EQUITY	%	(3.01)	(7.72)	(14.65)
RETURN ON ASSET	%	(7.66)	(18.51)	(31.17)
EARNING PER SHARE	BAHT	(2.14)	(5.06)	(9.42)
		(9.48)	(24.86)	(49.98)
LEVERAGE RATIO				
DEBT RATIO	TIMES	0.72	0.73	0.70
DEBT TO EQUITY RATIO	TIMES	2.57	2.66	2.31
TIME INTEREST EARNED	TIMES	0.48	(0.40)	(2.16)
ANNUAL GROWTH				
SALES GROWTH	%	(2.29)	(5.66)	
OPERATING PROFIT	%	(224.48)	(79.15)	
NET PROFIT	%	61.86	50.26	
FIXED ASSETS	%	(9.91)	(7.95)	
TOTAL ASSETS	%	(10.00)	(7.37)	

ANNUAL GROWTH : RISKY

An annual sales growth is -2.29%. Sales Income has decreased from THB 160,943,642.65 in 2016 to THB 157,251,162.20 in 2017. While net profit has increased from THB -12,429,000.48 in 2016 to THB -4,739,983.46 in 2017. And total assets has decreased from THB 245,702,976.12 in 2016 to THB 221,132,786.08 in 2017.

DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

PROFITABILITY : ACCEPTABLE



PROFITABILITY RATIO

Gross Profit Margin	19.77	Impressive	Industrial Average	-
Net Profit Margin	(3.01)	Deteriorated	Industrial Average	8.06
Return on Assets	(2.14)	Deteriorated	Industrial Average	6.12
Return on Equity	(7.66)	Deteriorated	Industrial Average	12.16

Gross Profit Margin used to assess a firm's financial health by revealing the proportion of money left over from revenues after accounting for the cost of goods sold. Gross profit margin serves as the source for paying additional expenses and future savings. Gross Profit Margin is 19.77%. When compared with the industry average, the ratio of the company was higher, indicated that company was more profitable than the same industry.

Net Profit Margin is the indicator of the company's efficiency in that net profit takes into consideration all expenses of the company. A low profit margin indicates a low margin of safety, higher risk that a decline in sales will erase profits and result in a net loss. The company's figure is -3.01%. When compared with the industry average, the ratio of the company was lower.

Return on Assets measures how efficiently profits are being generated from the assets employed in the business when compared with the ratios of firms in a similar business. A low ratio in comparison with industry averages indicates an inefficient use of business assets. When compared with the industry average, it was lower, the company's figure is -2.14%.

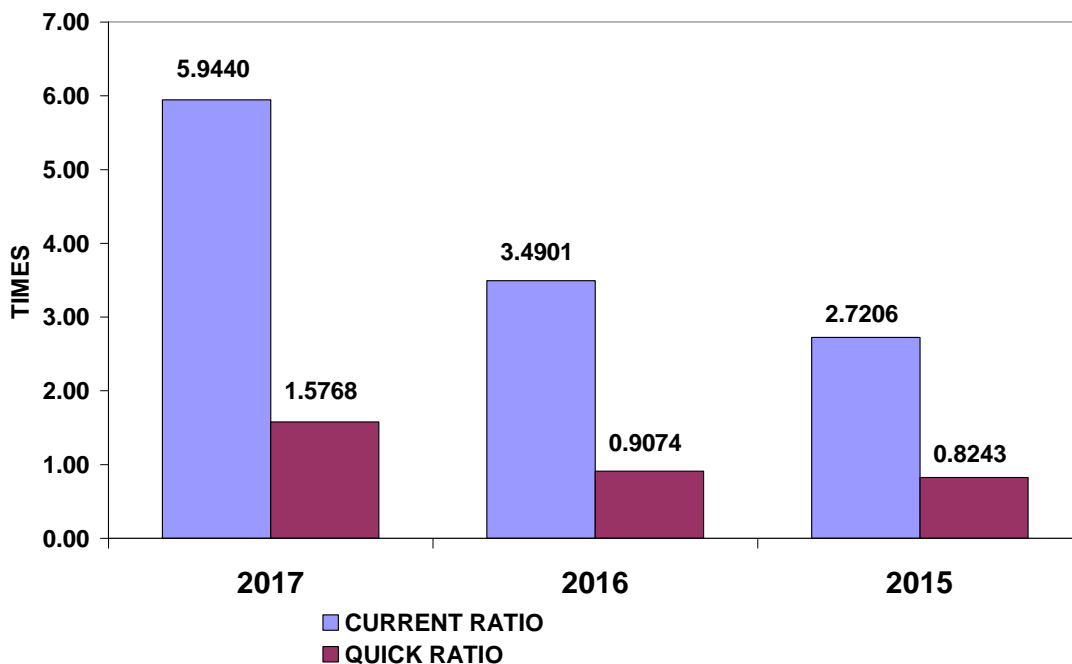
DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

Return on Equity indicates how profitable a company is by comparing its net income to its average shareholders' equity, ROE measures how much the shareholders earned for their investment in the company. When compared with the industry average, it was lower, the company's figure is -7.66%.

Trend of the average competitors in the same industry for last 5 years

Return on Assets Downtrend
Return on Equity Downtrend

LIQUIDITY : SATISFACTORY



LIQUIDITY RATIO

Current Ratio	5.94	Impressive	Industrial Average	1.87
Quick Ratio	1.58			
Cash Conversion Cycle	272.82			

The Current Ratio is to ascertain whether a company's short-term assets are readily available to pay off its short-term liabilities. The company's figure is 5.94 times in 2017, increase from 3.49 times, then it is generally considered to have good short-term financial strength. When compared with the industry average, the ratio of the company was higher, indicated that company was an efficient operator in a dominant position within its industry.

The Quick Ratio is a liquidity indicator that further refines the current ratio by measuring the amount of the most liquid current assets there are to cover current liabilities. The company's figure is 1.58 times in 2017, increase from 0.91 times, although excluding inventory so the company still have good short-term financial strength.

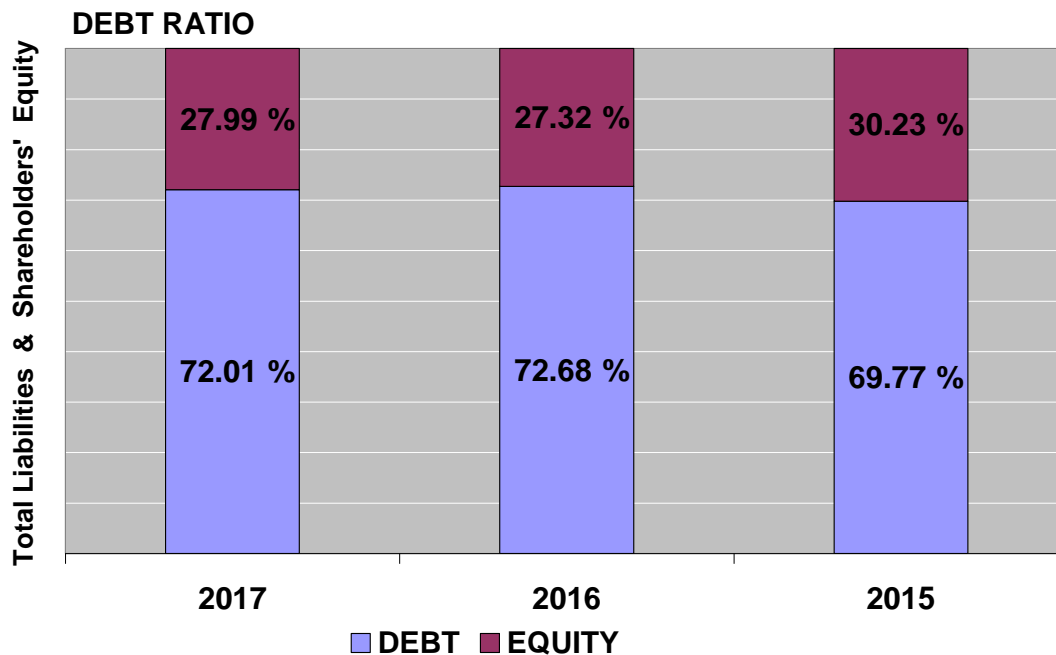
DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

The Cash Conversion Cycle measures the number of days a company's cash is tied up in the production and sales process of its operations and the benefit from payment terms from its creditors. It meant the company could survive when no cash inflow was received from sale for 273 days.

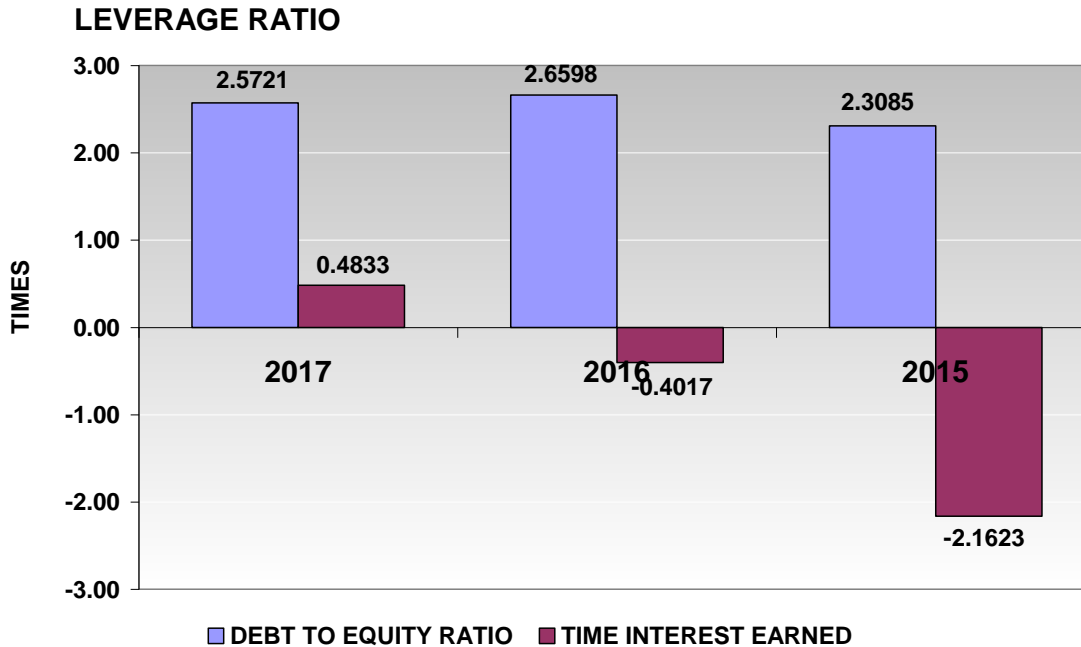
Trend of the average competitors in the same industry for last 5 years

Current Ratio Uptrend

LEVERAGE : RISKY



DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.



LEVERAGE RATIO

Debt Ratio	0.72	Acceptable	Industrial Average	0.47
Debt to Equity Ratio	2.57	Risky	Industrial Average	0.90
Times Interest Earned	0.48	Risky	Industrial Average	-

Debt to Equity Ratio a measurement of how much suppliers, lenders, creditors and obligors have committed to the company versus what the shareholders have committed. A higher the percentage means that the company is using less equity and has stronger leverage position.

Times Interest Earned measuring a company's ability to meet its debt obligations. Ratio is 0.49 lower than 1, so the company is not generating enough cash from EBIT to meet its interest obligations.

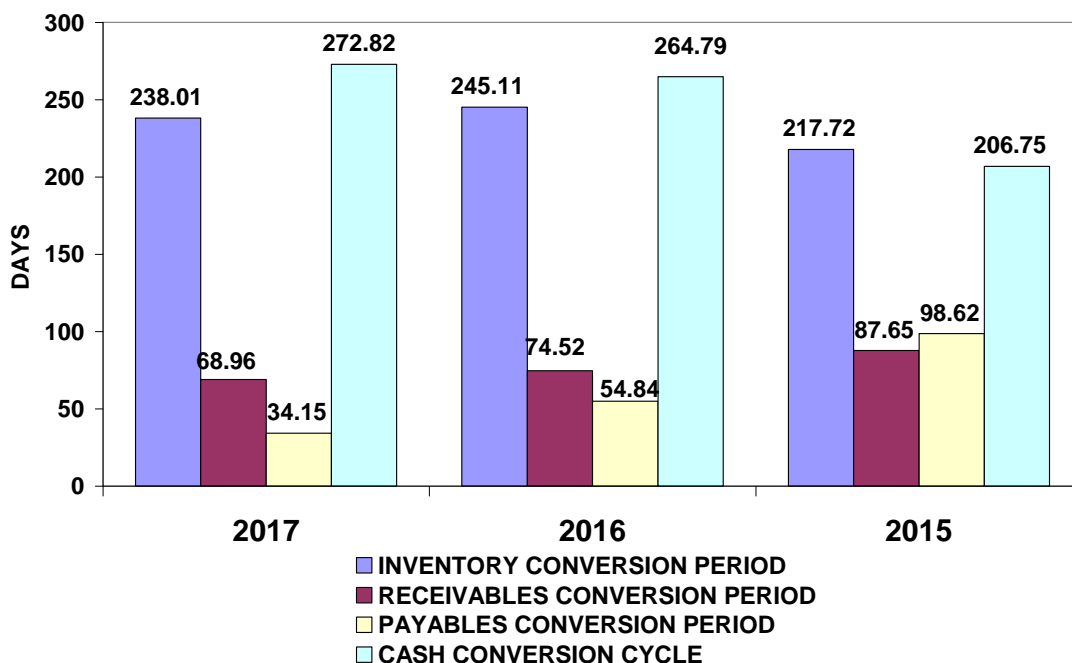
Debt Ratio shows the proportion of a company's assets which are financed through debt. The company's figure is 0.72 greater than 0.5, most of the company's assets are financed through debt.

Trend of the average competitors in the same industry for last 5 years

Debt Ratio	Downtrend
Times Interest Earned	Stable

ACTIVITY : IMPRESSIVE

DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.



ACTIVITY RATIO

Fixed Assets Turnover	1.48	Impressive	Industrial Average	-
Total Assets Turnover	0.71	Satisfactory	Industrial Average	0.76
Inventory Conversion Period	238.01			
Inventory Turnover	1.53	Acceptable	Industrial Average	3.68
Receivables Conversion Period	68.96			
Receivables Turnover	5.29	Impressive	Industrial Average	3.36
Payables Conversion Period	34.15			

The company's Account Receivable Ratio is calculated as 5.29 and 4.90 in 2017 and 2016 respectively. This ratio measures the efficiency of the company in managing its trade debtors to generate revenue. A lower ratio may indicate over extension and collection problems. Conversely, a higher ratio may indicate an overly stringent policy. In this case, the company's A/R ratio in 2017 increased from 2016. This would suggest the company had good performance in the management of its debt collections.

Inventory Turnover in Days Ratio indicates the liquidity of inventory. It estimates the number of days that it will take to sell the current inventory. Inventory is particularly sensitive to change in business activities. The inventory turnover in days has decreased from 245 days at the end of 2016 to 238 days at the end of 2017. This represents a positive trend. And Inventory turnover has increased from 1.49 times in year 2016 to 1.53 times in year 2017.

The company's Total Asset Turnover is calculated as 0.71 times and 0.66 times in 2017 and 2016 respectively. This ratio is determined by dividing total assets into total sales turnover. The ratio measures the activity of the assets and the ability of the firm to generate sales through the use of the assets.

DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

Trend of the average competitors in the same industry for last 5 years

Fixed Assets Turnover	Stable
Total Assets Turnover	Downtrend
Inventory Turnover	Uptrend
Receivables Turnover	Uptrend

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 71.04
UK Pound	1	INR 90.30
Euro	1	INR 80.55
THB	1	INR 2.15

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

INFORMATION DETAILS

Analysis Done by :	VIV
Report Prepared by :	KET

DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

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)

DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.