

MIRA INFORM REPORT

Report No. :	544714
Report Date :	14.12.2018

IDENTIFICATION DETAILS

Name :	XIAMEN XIANGYU LOGISTICS GROUP CORPORATION
Registered Office :	2 Units, 9/F, Tower E, Xiamen International Shipping Centre, No. 99 Xiangyu Road, Modern Logistics Park, Xiamen City, Fujian Province 361000 PR China
Country :	China
Financials (as on) :	31.12.2017
Date of Incorporation :	10.09.2002
Unified social credit code:	913502001549952152
Legal Form :	One-Person Limited Liabilities Company
Line of Business :	Subject registered business scope includes trade brokerage and agency; wholesale and retail of pre-packaged foods for rice, noodles and edible oils, pre-packaged foods for confectionery and confectionery, salt, pre-packaged foods for condiments, infant formula, and other unpackaged foods, meat, poultry, eggs, aquatic products, grains, beans and potatoes, feed, other agricultural and livestock products, cotton, hemp, textiles, knitwear and raw materials, shoes and hats, building materials, fertilizers, pesticides, other chemical products, forestry products, Hardware products, other mechanical equipment and electronic products, coal and products, petroleum products, non-metallic minerals and products, metal and metal ore, gold spot, silver, jeweler; domestic labor dispatch service; trade agency; operating and acting as an agent of importing and exporting various kinds of commodities and technology, excluding the goods forbidden by the government; international cargo transportation agency; domestic cargo transportation agency; other unspecified transportation agency business; own real estate business activities; other unspecified real estate industry; dangerous chemicals wholesale
No. of Employees :	152

RATING & COMMENTS

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

MIRA's Rating :	A+
------------------------	----

Credit Rating	Explanation	Rating Comments
A+	Low Risk	Business dealings permissible with low risk of default

Status :	Good
Payment Behaviour :	Regular
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)
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

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.

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 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

COMPANY NAME AND ADDRESS

COMPANY NAME Xiamen Xiangyu Logistics Group Corporation
CURRENT ADDRESS/ REGISTERED ADDRESS 2 Units, 9/F, Tower E, Xiamen International Shipping Centre,
No. 99 Xiangyu Road, Modern Logistics Park, Xiamen City,
Fujian Province 361000 PR China
TEL. NO. 86 (0) 592-5603798
FAX NO. N/a

EXECUTIVE SUMMARY

DATE OF REGISTRATION : SEPTEMBER 10, 2002
UNIFIED SOCIAL CREDIT CODE : 913502001549952152
LEGAL FORM : ONE-PERSON LIMITED LIABILITIES COMPANY
CHIEF EXECUTIVE : ZHANG SHUILI (LEGAL REPRESENTATIVE)
REGISTERED CAPITAL : CNY 4,100,000,000
STAFF : 152
BUSINESS CATEGORY : LOGISTICS AND TRADE
REVENUE : CNY 42,810,093,000 (AS OF DEC. 31, 2017)
EQUITIES : CNY 2,566,634,000 (AS OF DEC. 31, 2017)
WEBSITE : N/A
E-MAIL : N/A
PAYMENT : REGULAR
MARKET CONDITION : COMPETITIVE
FINANCIAL CONDITION : STABLE
OPERATIONAL TREND : FAIRLY STEADY
GENERAL REPUTATION : AVERAGE

Adopted abbreviations (as follows)

SC - Subject Company (the company inquired by you)

N/A – Not available

CNY – China Yuan Ren Min Bi

OPERATIONAL TREND & GENERAL REPUTATION

This section aims at indicating the relative positions of SC in respect of its operational trend & general reputation

Operational Trend:-

Upward

Steady

Fairly Steady

Ordinary

Fair

General Reputation:-

Excellent

Good

Fairly Good

Average

Fair

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.

Stagnant	Detrimental
Downward	Not known
Not known	Not yet be determined
Not yet be determined	

LEGAL STATUS & HISTORY

SC was established as one-person limited liabilities company of PRC with State Administration of Industry & Commerce (SAIC) under unified social credit code: 913502001549952152.

SC's Import and Export Enterprise Code: 3502154995215

SC's registered capital: CNY 4,100,000,000

Registration Change Record:

Date	Change of Contents	of	Before the change	After the change
--	Registration Unified Social Credit Code	No./ Social	350299100000498	913502001549952152

Current Co search indicates SC's shareholders & chief executives are as follows:-

Name of Shareholder (s)	% of Shareholding
Xiamen Xiangyu Co., Ltd.	100

SC's Chief Executives:-

Position	Name
Legal Representative and Chairman	Zhang Shuili
General Manager	Deng Qidong
Director	Wu Jie
	Qi Weidong
	Chen Fang
Supervisor	Gao Chenxia
	Chen Liying
	Zeng Yangfeng

RECENT DEVELOPMENT

No recent development was found during our checks at present.

SHAREHOLDER CHART & BACKGROUND

<i>Name</i>	<i>% of Shareholding</i>
Xiamen Xiangyu Co., Ltd. ----- Date of Registration: May 23, 1997 Unified Social Credit Code: 91350200260131285X Chief Executive : Zhang Shuili Registered Capital: CNY 2,157,454,085 Web: www.xiangyu.cn	100

MANAGEMENT

Zhang Shuili , Legal Representative and Chairman

- Gender: M
- Nationality: China
- Age: 53
- Qualification: University
- Working experience (s):

At present, working in SC as legal representative and chairman, also working in Xiamen Xiangyu Co., Ltd. as legal representative

Deng Qidong, General Manager

- Gender: M
- Nationality: China
- Age: 48
- Qualification: University
- Working experience (s):

At present, working in SC as general manager, also working in Xiamen Xiangyu Co., Ltd. as general manager

Director

Wu Jie
Qi Weidong
Chen Fang

Supervisor

Gao Chenxia
Chen Liying

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.

Zeng Yangfeng

BUSINESS OPERATION

SC's registered business scope includes trade brokerage and agency; wholesale and retail of pre-packaged foods for rice, noodles and edible oils, pre-packaged foods for confectionery and confectionery, salt, pre-packaged foods for condiments, infant formula, and other unpackaged foods, meat, poultry, eggs, aquatic products, grains, beans and potatoes, feed, other agricultural and livestock products, cotton, hemp, textiles, knitwear and raw materials, shoes and hats, building materials, fertilizers, pesticides, other chemical products, forestry products, Hardware products, other mechanical equipment and electronic products, coal and products, petroleum products, non-metallic minerals and products, metal and metal ore, gold spot, silver, jeweler; domestic labor dispatch service; trade agency; operating and acting as an agent of importing and exporting various kinds of commodities and technology, excluding the goods forbidden by the government; international cargo transportation agency; domestic cargo transportation agency; other unspecified transportation agency business; own real estate business activities; other unspecified real estate industry; dangerous chemicals wholesale.

SC is mainly engaged in cargo transport, international trade.

SC sources the products 70% from domestic market, and 30% from overseas market. SC sells 30% of its products in domestic market, and 70% to overseas market

The buying terms of SC include Check, T/T, L/C and Credit of 30-60 days. The payment terms of SC include T/T, L/C and Credit of 30-60 days.

Major Customers

=====

Soclean Inc.
Tuberias Y Geosistemas Del Peru Sa Tuberias Y Geos Sa

Major Supplier

=====

Mitsui & Co. (Usa) Inc.

Staff & Office:

SC is known to have approx. 152 staff at present.

SC rents an area as its operating office, but the detailed information is unknown.

RELATED COMPANY

SC is known to have the following subsidiaries at present,

Xiamen Xiangyu Commodities Co., Ltd.
Xiamen Xingrong Supply Chain Technology Co., Ltd.
Xiamen Xiangyu Fortune Supply Chain Co., Ltd.
Xiamen Xiangyu Mining Co., Ltd.
Shanghai Xiangyu Musheng Trading Co., Ltd.
Xiamen Xiangsen Aluminum Co., Ltd.
Xiamen Xiangyu Zhonggeng Metal Materials Co., Ltd.
Xiamen Zhenfeng Supply Chain Co., Ltd.
Etc.

PAYMENT

Overall payment appraisal:

() Excellent () Good (X) Average () Fair () Poor () Not yet be determined

The appraisal serves as a reference to reveal SC's payments habits and ability to pay. It is based on the 3 weighed factors: Trade payment experience (through current enquiry with SC's suppliers), our delinquent payment records and our debt collection record concerning SC.

Trade payment experience: SC did not provide any name of trade/service suppliers and we have no other sources to conduct the enquiry at present.

Delinquent payment record: None in our database.

Debt collection record: No overdue amount owed by SC was placed to us for collection within the last 6 years.

BANKING

Basic Bank:

Agricultural Bank of China Xiamen Free Trade Zone Branch

AC#: 40377001040005640

FINANCIALS

Financial Summary

Unit: CNY'000

**As of Dec. 31,
2016**

**As of Dec. 31,
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.

Total assets	15,975,710	14,586,562
	-----	-----
Total liabilities	14,479,500	12,019,928
Equities	1,496,210	2,566,634
	-----	-----
Revenue	26,020,190	42,810,093
Profits	-53,790	220,107

Important Ratios

=====

	As of Dec. 31, 2016	As of Dec. 31, 2017
*Liabilities to assets	0.91	0.82
*Net profit margin (%)	-0.21	0.51
*Return on total assets (%)	-0.34	1.51
*Revenue/Total assets	1.63	2.93

FINANCIAL COMMENTS

PROFITABILITY: AVERAGE

- The revenue of SC appears good in its line.
- SC's net profit margin is average.
- SC's return on total assets is average.

LIQUIDITY: AVERAGE

- SC's revenue is in an average level, comparing with the size of its total assets.

LEVERAGE: FAIRLY GOOD

- The debt ratio of SC is average.
- The risk for SC to go bankrupt is low.

Overall financial condition of the SC: Stable.

CONCLUSIONS

SC is considered large-sized in its line with stable financial conditions

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 71.54
UK Pound	1	INR 90.31
Euro	1	INR 81.34
CNY	1	INR 10.41

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

INFORMATION DETAILS

Analysis Done by :	DIV
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)