

## MIRA INFORM REPORT

Report No. :	545863
Report Date :	26.12.2018

### IDENTIFICATION DETAILS

Name :	DIAMOND TYRES LIMITED
Registered Office :	3-KM, Manga Raiwind Road, Lahore
Country :	Pakistan
Financials (as on) :	30.06.2017
Date of Incorporation :	1968
Com. Reg. No.:	0048477
Legal Form :	Public Limited Company
Line of Business :	Subject is engaged in the manufacture and sale of tyres and tubes of cycle, motor cycle, trollies & wheel barrows
No. of Employees :	351

### RATING & COMMENTS

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

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

Credit Rating	Explanation	Rating Comments
A	Acceptable Risk	Business dealings permissible with moderate risk of default

Maximum Credit Limit :	USD 321922.94
Status :	Satisfactory
Payment Behaviour :	Slow and delayed
Litigation :	Clear

### NOTES :

**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.

Any query related to this report can be made on e-mail : [infodept@mirainform.com](mailto: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)
Pakistan	B1	B1

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.

**PAKISTAN - ECONOMIC OVERVIEW**

Decades of internal political disputes and low levels of foreign investment have led to underdevelopment in Pakistan. Pakistan has a large English-speaking population, with English-language skills less prevalent outside urban centers. Despite some progress in recent years in both security and energy, a challenging security environment, electricity shortages, and a burdensome investment climate have traditionally deterred investors. Agriculture accounts for one-fifth of output and two-fifths of employment. Textiles and apparel account for more than half of Pakistan's export earnings; Pakistan's failure to diversify its exports has left the country vulnerable to shifts in world demand. Pakistan's GDP growth has gradually increased since 2012, and was 5.3% in 2017. Official unemployment was 6% in 2017, but this fails to capture the true picture, because much of the economy is informal and underemployment remains high. Human development continues to lag behind most of the region.

In 2013, Pakistan embarked on a \$6.3 billion IMF Extended Fund Facility, which focused on reducing energy shortages, stabilizing public finances, increasing revenue collection, and improving its balance of payments position. The program concluded in September 2016. Although Pakistan missed several structural reform criteria, it restored macroeconomic stability, improved its credit rating, and boosted growth. The Pakistani rupee has remained relatively stable against the US dollar since 2015, though it declined about 10% between November 2017 and March 2018. Balance of payments concerns have reemerged, however, as a result of a significant increase in imports and weak export and remittance growth.

Pakistan must continue to address several longstanding issues, including expanding investment in education, healthcare, and sanitation; adapting to the effects of climate change and natural disasters; improving the country's business environment; and widening the country's tax base. Given demographic challenges, Pakistan's leadership will be pressed to implement economic reforms, promote further development of the energy sector, and attract foreign investment to support sufficient economic growth necessary to employ its growing and rapidly urbanizing population, much of which is under the age of 25.

In an effort to boost development, Pakistan and China are implementing the "China-Pakistan Economic Corridor" (CPEC) with \$60 billion in investments targeted towards energy and other infrastructure projects. Pakistan believes CPEC investments will enable growth rates of over 6% of GDP by laying the groundwork for increased exports. CPEC-related obligations, however, have raised IMF concern about Pakistan's capital outflows and external financing needs over the medium term.

Source : CIA

## **COMPANY NAME**

DIAMOND TYRES LIMITED

## **FULL ADDRESS**

Registered Address  
3-KM, Manga Raiwind Road, Lahore, Pakistan

Tel # 92 (42) 111-555-246, 35911553  
Fax # 92 (42) 35911523  
Email [diamond@cyberaccess.com.pk](mailto:diamond@cyberaccess.com.pk)

## **SHORT DESCRIPTION OF BUSINESS**

- |    |                    |  |
|----|--------------------|--|
| a. | Nature of Business | Engaged in the manufacture and sale of tyres and tubes of cycle, motor cycle, trollies & wheel barrows |
| b. | Year Established   | 1968   |
| c. | Registration #     | 0048477  |

## **FACTORY LOCATION**

Address 23 K.M., Multan Road, Mohlanwal, Lahore, Pakistan  
Tel No. 92 (42) 111-111-666, 37540336, 37540337  
Fax No. 92 (42) 37540335

## **AUDITORS**

Sarwars  
(Chartered Accountants)  
Office No.12, Second Floor, Lahore Centre, 77-D Main Boulevard, Gulberg-III, Lahore,  
Pakistan

## **LEGAL STATUS**

Public Limited Company (Not listed at stock exchange of Pakistan)

**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.

## **CAPITAL**

AUTHORIZED CAPITAL Rs. 375,000,000/- divided into 37,500,000 shares of Rs. 10/- each  
ISSUED & PAID UP CAPITAL Rs. 300,000,000/- divided into 30,000,000 shares of Rs. 10/- each

## **DETAILS OF DIRECTORS**

Names	Designation
Mr. Muzammil Ejaz	Chief Executive
Mr. Shariq Iftikhar	Director
Mr. Mudassir Iftikhar	Director
Mr. Bilal Ejaz	Director

## **SHAREHOLDERS**

Names	No. of Shares
Mr. Mudassir Iftikhar	5,250,000
Mr. Iftikhar Shaffi	1,000
Mr. Shariq Iftikhar	5,249,000
Mr. Bilal Ejaz	5,250,000
Mr. Muzammil Ejaz	5,250,000
Capital Industrial Enterprises (Pvt) Limited, Pakistan	3,000,000
Symbol Industries (Pvt) Limited, Pakistan	3,000,000
Diamond Home Textile (Pvt) Limited, Pakistan	3,000,000

## **ASSOCIATES**

### A. SUBSIDIARY

**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.

None

**B. ASSOCIATED COMPANIES**

- (1) Symbol Industries (Private) Limited, Pakistan.
- (2) Capital Industrial Enterprises (Private) Limited, Pakistan.
- (3) Diamond Home Textile (Private) Limited, Pakistan.
- (4) Diamond Industries Limited, Pakistan.
- (5) Shaffi Chemical Industries Limited, Pakistan.

## **BUSINESS ACTIVITIES**

Engaged in the manufacture and sale of tyres and tubes of cycle, motor cycle, trollies & wheel barrows

## **NUMBER OF EMPLOYEES**

351

## **ANNUAL SALES VOLUME**

Years	In Pak Rupees
2016	2,713,876,480/-
2017	3,087,159,088/-

## **TRADE SUPPLIERS (FOREIGN)**

Subject import globally from Companies belongs to European Countries, China, Korea, Japan, Taiwan, Thailand & U.A.E

## **CAPACITY & PRODUCTION**

Annual production volume is indeterminable as it's mainly depend on the requirements from their domestic as well as international customers

**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.

## **CUSTOMERS**

- (1) ATLAS HONDA LIMITED, PAKISTAN.
- (2) DAWOOD YAMAHA MOTORCYCLES, PAKISTAN.
- (3) SUZUKI MOTORCYCLES LIMITED, PAKISTAN.
- (4) DEWAN AUTOMOTIVE MANUFACTURING LIMITED, PAKISTAN.
- (5) SOHRAB MOTORCYCLES, PAKISTAN.
- (6) DYL MOTORCYCLES LIMITED, PAKISTAN.
- (7) HUNZA MOTORCYCLES, PAKISTAN.
- (8) THUNDER MOTORCYCLES (PVT) LIMITED, PAKISTAN.
- (9) HABIB MOTORCYCLES (PVT) LIMITED, PAKISTAN.

## **BANKERS**

- (1) Silk Bank Limited, Pakistan.
- (2) Bank Alfalah Limited, Pakistan.
- (3) Standard Chartered Bank, Pakistan.
- (4) The Bank of Punjab, Pakistan.
- (5) NIB Bank Limited, Pakistan.
- (6) Soneri Bank Limited, Pakistan.
- (7) MCB Bank Limited, Pakistan.

## **FUTURE OUTLOOK**

Company has been consistently delivering customer value propositions which place it in a strong position.

## **MEMBERSHIPS**

Lahore Chamber of Commerce & Industry.(LCCI)  
Federation Pakistan Chamber of Commerce & Industry.(FPCCI)

## **COMMENTS**

Subject is a well-established Company having satisfactory track. Directors are reported as qualified, experienced and resourceful businessmen. In view of current disturbed economic and political situation, we would advise to deal with all the business in Pakistan with some caution.

**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.

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 70.18
UK Pound	1	INR 88.87
Euro	1	INR 79.88
PKR	1	INR 0.50

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

**INFORMATION DETAILS**

Analysis Done by :	NIS
Report Prepared by :	TRU

**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)