

MIRA INFORM REPORT

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| Report No. : | 482006 |
| Report Date : | 02.01.2018 |

IDENTIFICATION DETAILS

| | |
|--------------------------------|--|
| Name : | HONGKONG KINGVIT INTERNATIONAL TRADE LIMITED |
| Registered Office : | C/o HKRTP Ltd. Room 1007B, 10/F., Ho King Commercial Centre, 2-16 Fa Yuen Street, Mongkok, Kowloon |
| Country : | Hong Kong |
| Date of Incorporation : | 24.08.2016 |
| Com. Reg. No.: | 66587199 |
| Legal Form : | Private Limited Liability Company |
| Line of Business : | Subject is engaged in manufacturing and sales of vitamin B12 in Ningxia. It has nearly 10 years' of experiences in this field. Subject possesses an annual capacity of about 15,000 kg of Vitamin B12, including Pharma-grade, Feed Grade, Food Grade and Mecobalamin, and it would be enlarged to 30,000 kg in the immediate future. |
| No. of Employees : | No Employees in Hong Kong |
| | <p>NOTE:</p> <p>It is to be noted that the company does not have its own operating office in Hong Kong. The company uses the address of its secretariat as its correspondence address only. Subject operates from some other country and does not have a base in Hong Kong. Such companies are registered in Hong Kong just to tax benefit purpose and due to the strict privacy laws prevailing in</p> |

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| | the country. In such cases, the companies are not required to have any employees in Hong Kong nor do have an office there. |
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RATING & COMMENTS
(Mira Inform has adopted New Rating mechanism w.e.f. 23rd January 2017)

MIRA's Rating : C

| Credit Rating | Explanation | Rating Comments |
|---------------|------------------|---|
| C | Medium High Risk | Business dealings permissible preferably on secured basis |

| | |
|----------------------------|----------------------------------|
| Status : | No Operating Office in Hong Kong |
| Payment Behaviour : | Unknown |
| 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 (30.06.2017) | Current Rating (30.09.2017) |
|--------------|---------------------------------|--------------------------------|
| Hong Kong | 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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HONG KONG - ECONOMIC OVERVIEW

Hong Kong has a free market economy, highly dependent on international trade and finance - the value of goods and services trade, including the sizable share of reexports, is about four times GDP. Hong Kong has no tariffs on imported goods, and it levies excise duties on only four commodities, whether imported or produced locally: hard alcohol, tobacco, hydrocarbon oil, and methyl alcohol. There are no quotas or dumping laws. Hong Kong continues to link its currency closely to the US dollar, maintaining an arrangement established in 1983.

Hong Kong's open economy left it exposed to the global economic slowdown that began in 2008. Although increasing integration with China through trade, tourism, and financial links aided a more rapid initial recovery than many observers anticipated, its continued reliance on foreign trade and investment leaves it vulnerable to renewed global financial market volatility or a slowdown in the global economy.

The Hong Kong Government is promoting the Special Administrative Region (SAR) as the site for Chinese renminbi (RMB) internationalization. Hong Kong residents are allowed to establish RMB-denominated savings accounts; RMB-denominated corporate and Chinese government bonds have been issued in Hong Kong; and RMB trade settlement is allowed. The territory far exceeded the RMB conversion quota set by Beijing for trade settlements in 2010 due to the growth of earnings from exports to the mainland. RMB deposits grew to roughly 9.4% of total system deposits in Hong Kong by the end of 2015. The government is pursuing efforts to introduce additional use of RMB in Hong Kong financial markets and is seeking to expand the RMB quota.

The mainland has long been Hong Kong's largest trading partner, accounting for about half of Hong Kong's total trade by value. Hong Kong's natural resources are limited, and food and raw materials must be imported. As a result of China's easing of travel restrictions, the number of mainland tourists to the territory has surged from 4.5 million in 2001 to 47.3 million in 2014, outnumbering visitors from all other countries combined. Mainland visitors to Hong Kong declined 3% in 2015 to approximately 45.7 million, reflecting an overall drop of 2.5% in total visitors to Hong Kong. Hong Kong has also established itself as the premier stock market for Chinese firms seeking to list abroad. In 2015, mainland Chinese companies constituted about 51% of the firms listed on the Hong Kong Stock Exchange and accounted for about 62.1% of the exchange's market capitalization. During the past decade, as Hong Kong's manufacturing industry moved to the mainland, its service industry has grown rapidly. In 2014, Hong Kong and China signed a new agreement on achieving basic liberalization of trade in services in Guangdong Province under the Closer Economic Partnership Agreement, adopted in 2003 to forge closer ties between Hong Kong and the mainland. The new measures, effective March 2015, cover a negative list and a most-favored treatment provision, and will improve access to the mainland's service sector for Hong Kong-based companies.

Credit expansion and a tight housing supply have caused Hong Kong property prices to rise rapidly; consumer prices increased 4.4% in 2014, but slowed to 2.9% in 2015. Lower- and middle-income segments of the population are increasingly unable to afford adequate housing.

Hong Kong's economic integration with the mainland continues to be most evident in the banking and finance sector. Initiatives like the Hong Kong-Shanghai Stock Connect, the Mutual Recognition of Funds, and The Hong Kong Shanghai Gold Connect are all important steps towards opening up the Mainland's capital markets and has reinforced Hong Kong's leading role as China's offshore RMB market. Additional connect schemes from bonds to commodities and other investment products are also under exploration by Hong Kong authorities.

Source : CIA



MIRA INFORM PRIVATE LIMITED

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COMPANY NAME

HONGKONG KINGVIT INTERNATIONAL TRADE LIMITED

ADDRESS

Registered Office:-

C/o HKRTP Ltd.

Room 1007B, 10/F., Ho King Commercial Centre, 2-16 Fa Yuen Street, Mongkok, Kowloon, Hong Kong.

Holding Company:-

Ningxia Kingvit Pharmaceutical Co. Ltd., China.

Associated Companies:-

Hongkong Changren International Co. Ltd., Hong Kong.

Shanghai Changren Biological Technology Co. Ltd., China.

BUSINESS REGISTRATION NUMBER

66587199

COMPANY FILE NUMBER

2419302

DATE OF INCORPORATION

24th August, 2016.

ISSUED SHARE CAPITAL

HK\$10,000.00

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SHAREHOLDER

(As per registry dated 24-08-2017)

| Name | No. of shares |
|---|-----------------|
| Ningxia Kingvit Pharmaceutical Co. Ltd. Wangyuan Development Zone, Yongning County, Yingchuan City, Ningxia, China. | 10,000 ===== |

DIRECTOR

(As per registry dated 24-08-2017)

| Name | Address |
|--------------------------|---|
| (Nationality) Li Qian | Room 2006, No 33, North Renmin Daxue Road, Haidian District, Beijing, China. |

SECRETARY

(As per registry dated 24-08-2017)

| Name | Address | Co. No. |
|------------|--|---------|
| HKRTP Ltd. | Room 1007, 10/F., Ho King Centre, 2-16 Fa Yuen Street, Mongkok, Kowloon, Hong Kong. | 0663489 |

GENERAL

Hongkong Kingvit International Trade Limited was incorporated on 24th August, 2016 as a private limited liability company under the Hong Kong Companies Ordinance.

The subject does not have its own operating office. Its registered office is in a commercial service firm located at 'Room 1007B, 10/F., Ho King Centre, 2-16 Fa Yuen Street, Mongkok, Kowloon, Hong Kong' known as 'HKRTP Ltd.' which is handling its correspondences and documents. 'B' is the file name of the subject in HKRTP. HKRTP is also the corporate secretary of the subject.

The subject has no employees in Hong Kong.

According to the Companies Registry of Hong Kong, the subject has issued 10,000 ordinary shares of HK\$1.00 each which are wholly-owned by Ningxia Kingvit Pharmaceutical Co. Ltd. [NKP].

The director of the subject Mr. Li Qian is a China merchant.

He is a China ID holder and does not have the right to reside in Hong Kong permanently. He is also the only director of the subject. His registered address is in Haidian District, Beijing, China.

The subject is trading in the same products as NKP. NKP was listed on National Equities Exchange & Quotations of China [NEEQ] on 3rd August, 2016. Its code No. is 838223.

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NKP, set up in 2010, is engaged in manufacturing and sales of vitamin B12 in Ningxia. It has nearly 10 years' of experiences in this field. NKP possesses an annual capacity of about 15,000 kg of Vitamin B12, including Pharma-grade, Feed Grade, Food Grade and Mecobalamin, and it would be enlarged to 30,000 kg in the immediate future.

NKP has been equipped with advanced manufacturing and testing equipment. It also has got GMP, Kosher, Fami-QS and other qualifying certificates.

NKP moved its marketing headquarters to Beijing in 2000. The Beijing headquarters manage domestic and international sales.

The following table shows the financial highlights of NKP:

Unit: RMB' million Yuan (year ended 31 December)

| Items | 2016 | 2015 |
|--|-------|-------|
| Revenue | 306.5 | 221.9 |
| Profit/(Loss) Attributable to equity holders of parent | 81.9 | 50.4 |
| Total Assets | 515.9 | 300.4 |

The products of NKP are marketed in China, Japan, exported to the other Asian countries, Europe, North America, etc.

For the year ended 31st December, 2016, the Group had 369 employees.

The subject's business in Hong Kong is not active. History in Hong Kong is just over a years and four months.

On the whole, since the subject does not have its own operating office and has no employees in Hong Kong, consider it good for business engagements on L/C basis or in small credit amounts.

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FOREIGN EXCHANGE RATES

| Currency | Unit | Indian Rupees |
|-----------|------|---------------|
| US Dollar | 1 | INR 63.67 |
| UK Pound | 1 | INR 85.90 |
| Euro | 1 | INR 76.41 |
| HKD | 1 | INR 8.15 |

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

INFORMATION DETAILS

| | |
|----------------------|-----|
| Analysis Done by : | PRA |
| Report Prepared by : | TPT |

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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)

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