

MIRA INFORM REPORT

| | |
|----------------------|------------|
| Report No. : | 517183 |
| Report Date : | 30.06.2018 |

IDENTIFICATION DETAILS

| | |
|--------------------------------|--|
| Name : | PORTE ITALIA INTERIORS S.R.L. |
| Registered Office : | Via Ix Agosto, 20 34170 - Gorizia (GO) -IT- |
| Country : | Italy |
| Financials (as on) : | 31.12.2017 |
| Date of Incorporation : | 23.11.1998 |
| Legal Form : | Sole-Member Limited Liability Company |
| Line of Business : | <ul style="list-style-type: none"> • Manufacture of doors and windows in wood (except for armoured doors) • Manufacture of furniture |
| No. of Employees : | From 6 to 10 |

RATING & COMMENTS

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

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

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

| | |
|----------------------------|---------------|
| Status : | Good |
| Payment Behaviour : | No Complaints |
| 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.

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.

ECGC Country Risk Classification List

| Country Name | Previous Rating (31.12.2017) | Current Rating (01.04.2018) |
|--------------|---------------------------------|--------------------------------|
| Italy | 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 |

ITALY - ECONOMIC OVERVIEW

Italy's economy comprises a developed industrial north, dominated by private companies, and a less-developed, highly subsidized, agricultural south, with a legacy of unemployment and underdevelopment. The Italian economy is driven in large part by the manufacture of high-quality consumer goods produced by small and medium-sized enterprises, many of them family-owned. Italy also has a sizable underground economy, which by some estimates accounts for as much as 17% of GDP. These activities are most common within the agriculture, construction, and service sectors.

Italy is the third-largest economy in the euro zone, but its exceptionally high public debt and structural impediments to growth have rendered it vulnerable to scrutiny by financial markets. Public debt has increased steadily since 2007, reaching 131% of GDP in 2017. Investor concerns about Italy and the broader euro-zone crisis eased in 2013, bringing down Italy's borrowing costs on sovereign government debt from euro-era. The government still faces pressure from investors and European partners to sustain its efforts to address Italy's longstanding structural economic problems, including labor market inefficiencies, a sluggish judicial system, and a weak banking sector. Italy's economy returned to modest growth in late 2014 for the first time since 2011. In 2015-16, Italy's economy grew at about 1% each year, and in 2017 growth accelerated to 1.5% of GDP. In 2017, overall unemployment was 11.4%, but youth unemployment remained high at 37.1%.

Source : CIA

COMPANY NAME AND ADDRESS

Porte Italia Interiors S.r.l.

Via Ix Agosto, 20
34170 - Gorizia (GO) -IT-

SUMMARY

Fiscal Code : 00547570317
Legal Form : Sole-Member Limited Liability Company
start of Activities : 31/12/1998
Equity : 400.000
Turnover Range : 1.500.000/2.000.000
Number of Employees : fom 6 to 10

ACTIVITY

Manufacture of doors and windows in wood (except for armoured doors)
MANUFACTURE OF FURNITURE

LEGAL DATA

Legal Form : Sole-Member Limited Liability Company
Register of Handcraft firms : 14457 of Gorizia
Fiscal Code : 00547570317
Chamber of Commerce no. : 62212 of Gorizia since 16/02/1999
Chamber of Commerce no. : 403557 of Venezia
V.A.T. Code : 00547570317
Establishment date : 23/11/1998
Start of Activities : 31/12/1998
Legal duration : 31/12/2050
Nominal Capital : 100.000
Subscribed Capital : 100.000
Paid up Capital : 100.000

Legal mail : PORTEITALIA@LEGALMAIL.IT

MEMBERS

● Lenarduzzi Enrico

Born in Terzo d'Aquileia (UD) on 22/09/1958 - Fiscal Code : LNRNRC58P22L144Z
Residence: 2 Giugno , 41 - 33050 Terzo d'Aquileia (UD) - IT -

| Position | Since | Shares Amount | % Ownership |
|---------------|------------|---------------|-------------|
| Sole Director | 23/11/1998 | | |
| Sole partner | | | |

No Prejudicial events are reported
No Protests registered

COMPANIES CONNECTED TO MEMBERS *

*checkings have been performed on a national scale.

In this module are listed the companies in which members hold or have holded positions.

● Lenarduzzi Enrico

| Firm's Style | Seat | Fiscal Code | Position | Position Status | Firm's Status |
|-----------------------------|---------------------|-------------|----------|-----------------|---------------|
| Impex Cassis Faraone S.r.l. | Gorizia (GO) - IT - | 01262910308 | Chairman | Withdrawn | Registered |

The indication "REGISTERED" as Firm Status could refer to Firms in Liquidation, Active, Inactive, etc.
For more information, in this case, we advise to request further investigations.

CAPITAL SHAREHOLDERS

Shareholders' list as at date of data collection:

| Firm's Style / Name | Seat / Residence | Fiscal Code | Owned Shares | % Ownership |
|---------------------|-------------------------|------------------|--------------|-------------|
| Lenarduzzi Enrico | Terzo d'Aquileia - IT - | LNRNRC58P22L144Z | | 100,00 |

DIRECT PARTICIPATIONS

The Company under review has no participations in other Companies.

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.

FIRM'S LOCATION AND STRUCTURE

In order to carry out its activities the firm uses the following locations:

- Legal and operative seat

Ix Agosto , 20 - 34170 - Gorizia (GO) - IT -

PHONE : 0481476095

PHONE : 0481476096

FAX : 0481476095

Website : WWW.PORTEITALIA.COM

Legal mail : PORTEITALIA@LEGALMAIL.IT

- Branch since 01/06/1999

Giuseppe Bugatto , 2 - 34077 - Ronchi dei Legionari (GO) - IT -

- Branch (Workshop) since 01/01/2016

San Samuele San Marco , 3359 - 30100 - Venezia (VE) - IT -

PHONE : 0481476096

FAX : 0481476095

Employees : 8

Assistants : 1

Fittings and Equipment for a value of 20.000 Eur

Stocks for a value of 370.000 Eur

Work in progress for a value of 51.000 Eur

Historical Information and/or Firm's Status

PROTESTS

Protests checking on the subject firm has given a negative result.

DATA BASE PREJUDICIAL EVENTS SEARCH

Search performed on a National Scale

 **Prejudicial Events Search Result: NEGATIVE**

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.

Search performed on a specialized data base.

LEGAL PROCEDURES

None reported, standing to the latest received edition of the Official Publications.

NATIONAL REAL ESTATES SURVEY

The firm under review, by the reported percentages, owns the following real estates:

| Town | Cadastre Buildings | No. Immovables | Up to Date |
|---------------------------|--------------------|----------------|------------|
| RONCHI DEI LEGIONARI (GO) | | 1 | 25/06/2018 |

Buildings Details

| Cadastr e | Title | Location | Sheet No. | Partic e No. | Su b No. | Categori e | Class e | Consistenc e | Cadastr i Rent | Par t No. |
|-----------|---------------------|---|-----------|--------------|----------|------------|---------|--------------|----------------|-----------|
| B | Proprieta ' per 1/1 | RONCHI DEI LEGIONARI (GO) VIA GIUSEPPE BUGATTO, 2 Piano T-1 | A/3 | .2298/2 | | cat. D/7 | | | Euro: 7.884,00 | |

All responsibilities are declined regarding any possible omissions concerning the given results. Therefore, we advise to request for "Hypothecating Survey Inspection" c/o the locally competent RR.II. Immovables Registry, as this service doesn't fully guarantees the actual title of the Real Estates of the requested Subject.

FINANCIAL AND ECONOMICAL ANALYSIS

Subject is active since 1998

The economic-financial analysis is based on the latest 3 b/s.

Unstable economic results mark the company's financial state of affairs. anyway in 2017 a positive result was achieved (r.o.e. 1,42%). In the last financial year an increase in the turnover has been registered (+10,15%).

The operating result in 2017 was positive (2,46%) and in line with the sector's average.

The amount of the operating result for the year 2017 is of Eur. 47.985 showing a fall as opposed to the previous year (-30,33%).

The economic management produced a gross operating margin of Eur. 108.623 on the same levels as the previous financial year.

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 analysis shows a fair financial position as the indebtedness volume is acceptable (1,6) with an improving trend as on the decrease.

Subject can manage an equity capital funds for an amount of Eur. 340.174 , unchanged as opposed to the preceding year.

In the year 2017 total debts amounted to Eur. 1.438.227 whereas in the year before they amounted to Eur. 1.895.066, with a -24,1% drop.

Current liquid assets is positive.

The financial management generated a cash flow of Eur. 65.475.

In the last financial year labour cost was of Eur. 232.939, with a 13,89% incidence on total costs of production. , with a 13,56% incidence on turnover.

The financial management is marked by a high incidence of financial charges in relation to sales revenues (- 1,82%).

FINANCIAL DATA

● Complete balance-sheet for the year al 31/12/2017 (in Eur x 1)

| Item Type | Value |
|------------------------------|-----------|
| Sales | 1.717.219 |
| Profit (Loss) for the period | 4.837 |

● Complete balance-sheet for the year al 31/12/2016 (in Eur x 1)

| Item Type | Value |
|------------------------------|-----------|
| Sales | 1.558.876 |
| Profit (Loss) for the period | 334 |

● Complete balance-sheet for the year al 31/12/2015 (in Eur x 1)

| Item Type | Value |
|------------------------------|---------|
| Sales | 461.092 |
| Profit (Loss) for the period | -5.292 |

● Complete balance-sheet for the year al 31/12/2014 (in Eur x 1)

| Item Type | Value |
|------------------------------|---------|
| Sales | 581.729 |
| Profit (Loss) for the period | -3.790 |

● Complete balance-sheet for the year al 31/12/2013 (in Eur x 1)

| Item Type | Value |
|------------------------------|---------|
| Sales | 995.904 |
| Profit (Loss) for the period | 5.038 |

BALANCE SHEETS

From our constant monitoring of the relevant Public Administration offices, no more recent balance sheets result to have been filed.

- Balance Sheet as at 31/12/2017 - 12 Mesi - Currency: - Amounts x 1
- Balance Sheet as at 31/12/2016 - 12 Mesi - Currency: - Amounts x 1
- Balance Sheet as at 31/12/2015 - 12 Mesi - Currency: - Amounts x 1

| Years | 2017 | 2016 | 2015 |
|--|---------|---------|---------|
| BALANCE SHEET ACCOUNTS | | | |
| ASSETS | | | |
| CREDITS VS PARTNERS | | | |
| . Deposits not yet withdrawn | | | |
| . Deposits already withdrawn | | | |
| Total credits vs partners | | | |
| FIXED ASSETS | | | |
| . INTANGIBLE FIXED ASSETS | | | |
| . . Start-up and expansion expenses | | | 10.282 |
| . . Research,develop. and advert.expens. | | | 21.868 |
| . . Industrial patent rights | | | |
| . . Concessions,licenses,trademarks,etc. | | | 10.249 |
| . . Goodwill | | | |
| . . Assets in formation and advance paymen. | | | 61.660 |
| . . Other intangible fixed assets | | | 92.054 |
| . Total Intangible Fixed Assets | 152.555 | 186.149 | 196.113 |
| . TANGIBLE FIXED ASSETS | | | |
| . . Real estate | | | 625.568 |
| . . Plant and machinery | | | 16.166 |
| . . Industrial and commercial equipment | | | 4.018 |
| . . Other assets | | | 35.607 |
| . . Assets under construction and advances | | | |
| . Total Tangible fixed assets | 654.674 | 670.914 | 681.359 |
| . FINANCIAL FIXED ASSETS | | | |
| . . Equity investments | | | 26 |
| . . . Equity invest. in subsidiary companies | | | |
| . . . Equity invest. in associated companies | | | |
| . . . Equity invest. in holding companies | | | |
| . . . Equity invest. in other companies | | | 26 |
| . . Financial receivables | | | 1.574 |
| . . . Within 12 months | | | 1.574 |
| . . . Beyond 12 months | | | |
| . . Receivab due from subsidiaries | | | |
| . . . Within 12 months | | | |
| . . . Beyond 12 months | | | |
| . . Receivables due from assoc.comp. | | | |
| . . . Within 12 months | | | |

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.

| | | | |
|---|---------|-----------|---------|
| Beyond 12 months | | | |
| .. Receivables due from holding comp. | | | |
| Within 12 months | | | |
| Beyond 12 months | | | |
| .. Receivables due from third parties | | | 1.574 |
| Within 12 months | | | 1.574 |
| Beyond 12 months | | | |
| .. Other securities | | | |
| .. Own shares | | | |
| ... Total nominal value | | | |
| Total financial fixed assets | 7.317 | 1.800 | 1.600 |
| Total fixed assets | 814.546 | 858.863 | 879.072 |
| CURRENT ASSETS | | | |
| INVENTORIES | | | |
| .. Raw materials and other consumables | | | 7.828 |
| .. Work in progress and semimanufactured | | | 151.307 |
| .. Work in progress on order | | | 51.250 |
| .. Finished goods | | | 179.248 |
| .. Advance payments | | | |
| Total Inventories | 373.703 | 373.711 | 389.633 |
| CREDITS NOT HELD AS FIXED ASSETS | | | |
| .. Within 12 months | 397.864 | 413.059 | 862.677 |
| .. Beyond 12 months | 287.654 | 628.144 | |
| .. Trade receivables | | | 824.683 |
| Within 12 months | | | 824.683 |
| Beyond 12 months | | | |
| .. Receivables due from subsid. comp. | | | |
| Within 12 months | | | |
| Beyond 12 months | | | |
| .. Receivables due from assoc. comp. | | | |
| Within 12 months | | | |
| Beyond 12 months | | | |
| .. Receivables due from holding comp. | | | |
| Within 12 months | | | |
| Beyond 12 months | | | |
| .. Fiscal Receivables | | | 4.001 |
| Within 12 months | | | 4.001 |
| Beyond 12 months | | | |
| .. Receivables for anticipated taxes | | | 26.557 |
| Within 12 months | | | 26.557 |
| Beyond 12 months | | | |
| .. Receivables due from third parties | | | 7.436 |
| Within 12 months | | | 7.436 |
| Beyond 12 months | | | |
| Total Credits not held as fixed assets | 685.518 | 1.041.203 | 862.677 |
| FINANCIAL ASSETS | | | |
| .. Equity invest. in subsidiary comp. | | | |
| .. Equity invest. in associated companies | | | |
| .. Equity invest. in holding companies | | | |

| | | | |
|--|-----------|-----------|-----------|
| . . Other equity investments | | | |
| . . Own shares | | | |
| . . . Total nominale value | | | |
| . . Other securities | | | |
| . Total Financial Assets | | | |
| . LIQUID FUNDS | | | |
| . . Bank and post office deposits | | | 3.731 |
| . . Checks | | | |
| . . Banknotes and coins | | | 431 |
| . Total Liquid funds | 28.069 | 84.753 | 4.162 |
| Total current assets | 1.087.290 | 1.499.667 | 1.256.472 |
| ADJUSTMENT ACCOUNTS | | | |
| . Discount on loans | | | 31.781 |
| . Other adjustment accounts | 51.779 | 35.599 | |
| Total adjustments accounts | 51.779 | 35.599 | 31.781 |
| TOTAL ASSETS | 1.953.615 | 2.394.129 | 2.167.325 |
| LIABILITIES | | | |
| STOCKHOLDERS' EQUITY | | | |
| . Capital stock | 100.000 | 100.000 | 100.000 |
| . Additional paid-in capital | | | |
| . Revaluation reserves | 85.141 | 85.141 | 85.141 |
| . Legal reserve | 12.898 | 12.881 | 12.881 |
| . Reserve for Own shares | | | |
| . Statute reserves | 30.428 | 30.110 | 35.402 |
| . Other reserves | 106.870 | 106.872 | 106.872 |
| . Accumulated Profits (Losses) | | | |
| . Profit(loss) of the year | 4.837 | 334 | -5.292 |
| . Advances on dividends | | | |
| . Partial loss of the year Coverage | | | |
| Total Stockholders'Equity | 340.174 | 335.338 | 335.004 |
| RESERVES FOR RISKS AND CHARGES | | | |
| . . Reserve for employee termination indem. | | | 22.500 |
| . . Taxation fund, also differed | | | |
| . . Other funds | | | |
| Total Reserves for Risks and Charges | 22.523 | 22.500 | 22.500 |
| Employee termination indemnities | 68.059 | 58.892 | 126.595 |
| ACCOUNTS PAYABLE | | | |
| Within 12 months | 573.969 | 1.423.050 | 438.074 |
| Beyond 12 months | 864.258 | 472.016 | 1.160.248 |
| . . Bonds | | | |
| Within 12 months | | | |
| Beyond 12 months | | | |
| . . Convertible bonds repayable | | | |
| Within 12 months | | | |
| Beyond 12 months | | | |
| . . Due to shareholders for financing | | | 29.500 |
| Within 12 months | | | |
| Beyond 12 months | | | 29.500 |
| . . Due to banks | | | 1.267.688 |

PORTE ITALIA INTERIORS S.R.L. - 517183

PAGE NO. : 12

| | | | |
|--|-----------|-----------|-----------|
| ... Within 12 months | | | 161.440 |
| ... Beyond 12 months | | | 1.106.248 |
| .. Due to other providers of finance | | | |
| ... Within 12 months | | | |
| ... Beyond 12 months | | | |
| .. Advances from customers | | | 114.923 |
| ... Within 12 months | | | 90.423 |
| ... Beyond 12 months | | | 24.500 |
| .. Trade payables | | | 125.690 |
| ... Within 12 months | | | 125.690 |
| ... Beyond 12 months | | | |
| .. Securities issued | | | |
| ... Within 12 months | | | |
| ... Beyond 12 months | | | |
| .. Due to subsidiary companies | | | |
| ... Within 12 months | | | |
| ... Beyond 12 months | | | |
| .. Due to associated companies | | | |
| ... Within 12 months | | | |
| ... Beyond 12 months | | | |
| .. Due to holding companies | | | |
| ... Within 12 months | | | |
| ... Beyond 12 months | | | |
| .. Due to the tax authorities | | | 19.242 |
| ... Within 12 months | | | 19.242 |
| ... Beyond 12 months | | | |
| .. Due to social security and welfare inst. | | | 6.984 |
| ... Within 12 months | | | 6.984 |
| ... Beyond 12 months | | | |
| .. Other payables | | | 34.295 |
| ... Within 12 months | | | 34.295 |
| ... Beyond 12 months | | | |
| Total accounts payable | 1.438.227 | 1.895.066 | 1.598.322 |
| ADJUSTMENT ACCOUNTS | | | |
| . Agio on loans | | | |
| . Other adjustment accounts | 84.632 | 82.333 | 84.904 |
| Total adjustment accounts | 84.632 | 82.333 | 84.904 |
| TOTAL LIABILITIES | 1.953.615 | 2.394.129 | 2.167.325 |

MEMORANDUM ACCOUNTS

Third party goods
Investment accounts
Risk accounts
Civil and fiscal norms relation

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.

PROFIT AND LOSS ACCOUNTS

VALUE OF PRODUCTION

| | | | |
|--|-----------|-----------|---------|
| . Revenues from sales and services | 1.717.310 | 1.558.876 | 461.092 |
| . Changes in work in progress | 5.907 | 30.234 | 52.133 |
| . Changes in semi-manufact. products | -7.204 | -44.046 | 51.250 |
| . Capitalization of internal work | | | |
| . Other income and revenues | 8.827 | 42.060 | 11.651 |
| . . Contributions for operating expenses | 4.510 | 18.967 | 7.500 |
| . . Different income and revenues | 4.317 | 23.093 | 4.151 |
| Total value of production | 1.724.840 | 1.587.124 | 576.126 |

PRODUCTION COSTS

| | | | |
|---|-----------|-----------|---------|
| . Raw material, other materials and consum. | 564.831 | 613.085 | 113.143 |
| . Services received | 741.786 | 562.825 | 169.215 |
| . Leases and rentals | 25.629 | 22.802 | |
| . Payroll and related costs | 232.939 | 244.755 | 166.484 |
| . . Wages and salaries | 174.321 | 178.709 | 118.339 |
| . . Social security contributions | 47.003 | 54.513 | 33.521 |
| . . Employee termination indemnities | 11.615 | 11.533 | 13.959 |
| . . Pension and similar | | | |
| . . Other costs | | | 665 |
| . Amortization and depreciation | 60.638 | 59.516 | 79.720 |
| . . Amortization of intangible fixed assets | 35.792 | 35.661 | 59.819 |
| . . Amortization of tangible fixed assets | 23.488 | 22.355 | 18.884 |
| . . Depreciation of tangible fixed assets | | | |
| . . Writedown of current receiv. and of liquid | 1.358 | 1.500 | 1.017 |
| . Changes in raw materials | -1.288 | 2.110 | -1.283 |
| . Provisions to risk reserves | | | |
| . Other provisions | | | |
| . Other operating costs | 52.320 | 13.147 | 11.635 |
| Total production costs | 1.676.855 | 1.518.240 | 538.914 |
| Diff. between value and cost of product. | 47.985 | 68.884 | 37.212 |

FINANCIAL INCOME AND EXPENSE

| | | | |
|---|----|-----|-------|
| . Income from equity investments | | | |
| . . In subsidiary companies | | | |
| . . In associated companies | | | |
| . . In other companies | | | |
| . Other financial income | 39 | 175 | 1.038 |
| . . Financ. income from receivables | | | |
| . . . Towards subsidiary companies | | | |
| . . . Towards associated companies | | | |
| . . . Towards holding companies | | | |
| . . . Towards other companies | | | |
| . . Financ. income from secur. t.f. assets | | | |
| . . Financ. income from secur. cur. assets | | | |
| . . Financ. income other than the above | 39 | 175 | 1.038 |
| . . . - Subsidiary companies | | | |
| . . . - Associated companies | | | |

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.

| | | | |
|---|----------------|----------------|----------------|
| . . . - Holding companies | | | |
| . . . - Other companies | 39 | 175 | 1.038 |
| . Interest and other financial expense | -31.247 | -52.910 | -36.089 |
| . . Towards subsidiary companies | | | |
| . . Towards associated companies | | | |
| . . Towards holding companies | | | |
| . . Towards other companies | | | |
| Total financial income and expense | -31.208 | -52.735 | -35.051 |
| ADJUSTMENTS TO FINANCIAL ASSETS | | | |
| . Revaluations | | | |
| . . Of equity investments | | | |
| . . Of financ.fixed assets not repres.E.I. | | | |
| . . Of securities incl.among current assets | | | |
| . Devaluation | | | |
| . . Of equity investments | | | |
| . . Of financial fixed assets (no equity inv) | | | |
| . . Of securities included among current ass | | | |
| Total adjustments to financial assets | | | |
| EXTRAORDINARY INCOME AND EXPENSE | | | |
| . Extraordinary income | | | 57 |
| . . Gains on disposals | | | |
| . . Other extraordinary income | | | 57 |
| . Extraordinary expense | | | -257 |
| . . Losses on disposals | | | |
| . . Taxes relating to prior years | | | |
| . . Other extraordinary expense | | | -257 |
| Total extraordinary income and expense | | | -200 |
| Results before income taxes | 16.777 | 16.149 | 1.961 |
| . Taxes on current income | 11.940 | 15.815 | 7.253 |
| . . current taxes | 10.981 | 11.873 | 1.863 |
| . . differed taxes(anticip.) | | | 5.390 |
| . Net income for the period | 4.837 | 334 | -5.292 |
| . Adjustments in tax regulations pursuance | | | |
| . Provisions in tax regulations pursuance | | | |
| . Profit (loss) of the year | 4.837 | 334 | -5.292 |

RATIOS

| RATIOS | Value Type | as at 31/12/2017 | as at 31/12/2016 | as at 31/12/2015 | Sector Average |
|----------------------------------|---------------|---------------------|---------------------|---------------------|-------------------|
| COMPOSITION ON INVESTMENT | | | | | |
| Rigidity Ratio | Units | 0,42 | 0,36 | 0,41 | 0,23 |
| Elasticity Ratio | Units | 0,56 | 0,63 | 0,58 | 0,75 |
| Availability of stock | Units | 0,19 | 0,16 | 0,18 | 0,19 |
| Total Liquidity Ratio | Units | 0,37 | 0,47 | 0,40 | 0,46 |
| Quick Ratio | Units | 0,01 | 0,04 | 0,00 | 0,02 |

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.

COMPOSITION ON SOURCE

| | | | | | |
|------------------------------------|-------|------|------|------|------|
| Net Short-term indebtedness | Units | 1,60 | 3,99 | 1,30 | 3,53 |
| Self Financing Ratio | Units | 0,17 | 0,14 | 0,15 | 0,18 |
| Capital protection Ratio | Units | 0,69 | 0,70 | 0,72 | 0,74 |
| Liabilities consolidation quotient | Units | 1,62 | 0,37 | 2,94 | 0,19 |
| Financing | Units | 4,23 | 5,65 | 4,77 | 4,24 |
| Permanent Indebtedness Ratio | Units | 0,65 | 0,36 | 0,75 | 0,33 |
| M/L term Debts Ratio | Units | 0,48 | 0,22 | 0,59 | 0,11 |
| Net Financial Indebtedness Ratio | Units | n.c. | n.c. | 3,86 | 1,11 |

CORRELATION

| | | | | | |
|-----------------------------------|-------|---------|--------|---------|--------|
| Fixed assets ratio | Units | 1,56 | 1,01 | 1,84 | 1,20 |
| Current ratio | Units | 1,89 | 1,05 | 2,87 | 1,07 |
| Acid Test Ratio-Liquidity Ratio | Units | 1,24 | 0,79 | 1,98 | 0,76 |
| Structure's primary quotient | Units | 0,42 | 0,39 | 0,38 | 0,71 |
| Treasury's primary quotient | Units | 0,05 | 0,06 | 0,01 | 0,03 |
| Rate of indebtedness (Leverage) | % | 574,30 | 713,95 | 646,95 | 570,55 |
| Current Capital (net) | Value | 513.321 | 76.617 | 818.398 | 75.064 |

RETURN

| | | | | | |
|--|-------|---------|---------|---------|---------|
| Return on Sales | % | 3,81 | 3,84 | 16,14 | 3,19 |
| Return on Equity - Net- (R.O.E.) | % | 1,42 | 0,10 | -1,58 | 3,20 |
| Return on Equity - Gross - (R.O.E.) | % | 4,93 | 4,82 | 0,59 | 11,58 |
| Return on Investment (R.O.I.) | % | 2,46 | 2,88 | 1,72 | 3,86 |
| Return/ Sales | % | 2,79 | 4,42 | 8,07 | 4,18 |
| Extra Management revenues/charges incid. | % | 10,08 | 0,48 | -14,22 | 18,85 |
| Cash Flow | Value | 65.475 | 59.850 | 74.428 | 63.415 |
| Operating Profit | Value | 47.985 | 68.884 | 37.212 | 78.946 |
| Gross Operating Margin | Value | 108.623 | 128.400 | 116.932 | 163.908 |

MANAGEMENT

| | | | | | |
|--|-------|---------|---------|--------|---------|
| Credits to clients average term | Days | n.c. | n.c. | 643,88 | 110,14 |
| Debts to suppliers average term | Days | n.c. | n.c. | 160,25 | 125,02 |
| Average stock waiting period | Days | 78,34 | 86,30 | 304,21 | 68,56 |
| Rate of capital employed return (Turnover) | Units | 0,88 | 0,65 | 0,21 | 1,00 |
| Rate of stock return | Units | 4,60 | 4,17 | 1,18 | 5,15 |
| Labour cost incidence | % | 13,56 | 15,70 | 36,11 | 16,61 |
| Net financial revenues/ charges incidence | % | -1,82 | -3,38 | -7,60 | -1,99 |
| Labour cost on purchasing expenses | % | 13,89 | 16,12 | 30,89 | 16,95 |
| Short-term financing charges | % | 2,17 | 2,79 | 2,26 | 2,95 |
| Capital on hand | % | 113,77 | 153,58 | 470,04 | 99,54 |
| Sales pro employee | Value | 245.317 | 222.696 | 92.218 | 179.348 |
| Labour cost pro employee | Value | 33.277 | 34.965 | 33.296 | 32.046 |

REMARKS

- 1) Protests checking (relative to the last five years) performed by crossing and matching the members names and the Firm's Style with the reported addresses, is supplied by the Informatic Registry managed by the Italian Chamber of Commerce. If the fiscal code is not indicated, the eventual homonymous cases are submitted to expert staff evaluation in order to limit wrong matching risks.
- 2) The Legal Data, supplied and retrieved from the Firm's Registry of the Italian Chamber of Commerce, are in line with the last registered modifications.
- 3) Risk evaluation and Credit Opinion have been performed on the base of the actual data at the moment of their availability.

MARKET / TERRITORY DATA

Population living in the province : 140.681
Population living in the region : 1.204.718
Number of families in the region : 516.349

Monthly family expences average in the region (in Eur.) :

- per food products : 377
- per non food products : 1.727
- per energy consume : 114

SECTOR DATA

The values are calculated on a base of 1.333 significant companies.

The companies cash their credits on an average of 110 dd.
The average duration of suppliers debts is about 125 dd.
The sector's profitability is on an average of 3,19%.
The labour cost affects the turnover in the measure of 16,61%.
Goods are held in stock in a range of 69 dd.
The difference between the sales volume and the resources used to realize it is about 1,00.
The employees costs represent the 16,95% of the production costs.

STATISTICAL DETRIMENTAL DATA

Statistically the trade activity passes through serious crises.

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 area is statistically considered lowly risky.
In the region 3.901 protested subjects are found; in the province they count to 649.
The insolvency index for the region is 0,33, , while for the province it is 0,47.
Total Bankrupt companies in the province : 441.
Total Bankrupt companies in the region : 5.085.

FOREIGN EXCHANGE RATES

| Currency | Unit | Indian Rupees |
|-----------|------|---------------|
| US Dollar | 1 | INR 68.58 |
| UK Pound | 1 | INR 89.93 |
| Euro | 1 | INR 79.85 |
| Euro | 1 | INR 80.10 |

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

INFORMATION DETAILS

| | |
|----------------------|-----|
| Analysis Done by : | VAR |
| 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)