

MIRA INFORM REPORT

Report No. :	517976
Report Date :	04.07.2018

IDENTIFICATION DETAILS

Name :	SELIS MAKINA ENDUSTRI VE TICARET LTD. STI.
Registered Office :	75. Yil Mah. O.S.B. 104. Cad. No:3 Odunpazari 26250 Eskisehir / Turkey
Country :	Turkey
Date of Incorporation :	14.07.1997
Com. Reg. No.:	13326
Legal Form :	Limited Company
Line of Business :	Trade of grinding machines.
No. of Employees :	30

RATING & COMMENTS

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

MIRA's Rating :	B
-----------------	---

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

Status :	Moderate
Payment Behaviour :	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.

ECGC Country Risk Classification List

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.

Country Name	Previous Rating (31.12.2017)	Current Rating (01.04.2018)
Turkey	B2	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

TURKEY - ECONOMIC OVERVIEW

Turkey's largely free-market economy is driven by its industry and, increasingly, service sectors, although its traditional agriculture sector still accounts for about 25% of employment. The automotive, petrochemical, and electronics industries have risen in importance and surpassed the traditional textiles and clothing sectors within Turkey's export mix. However, the recent period of political stability and economic dynamism has given way to domestic uncertainty and security concerns, which are generating financial market volatility and weighing on Turkey's economic outlook.

Current government policies emphasize populist spending measures and credit breaks, while implementation of structural economic reforms has slowed. The government is playing a more active role in some strategic sectors and has used economic institutions and regulators to target political opponents, undermining private sector confidence in the judicial system. Between July 2016 and March 2017, three credit ratings agencies downgraded Turkey's sovereign credit ratings, citing concerns about the rule of law and the pace of economic reforms.

Turkey remains highly dependent on imported oil and gas but is pursuing energy relationships with a broader set of international partners and taking steps to increase use of domestic energy sources including renewables, nuclear, and coal. The joint Turkish-Azerbaijani Trans-Anatolian Natural Gas Pipeline is moving forward to increase transport of Caspian gas to Turkey and Europe, and when completed will help diversify Turkey's sources of imported gas.

After Turkey experienced a severe financial crisis in 2001, Ankara adopted financial and fiscal reforms as part of an IMF program. The reforms strengthened the country's economic fundamentals and ushered in an era of strong growth averaging more than 6% annually until 2008. An aggressive privatization program also reduced state involvement in basic industry, banking, transport, power generation, and communication. Global economic conditions and tighter fiscal policy caused GDP to contract in 2009, but Turkey's well-regulated financial markets and banking system helped the country weather the global financial crisis, and GDP growth rebounded to around 9% in 2010 and 2011, as exports and investment recovered following the crisis.

The growth of Turkish GDP since 2016 has revealed the persistent underlying imbalances in the Turkish economy. In particular, Turkey's large current account deficit means it must rely on external investment inflows to finance growth, leaving the economy vulnerable to destabilizing shifts in investor confidence. Other troublesome trends include rising unemployment and inflation, which increased in 2017, given the Turkish lira's continuing depreciation against the dollar. Although government debt remains low at about 30% of GDP, bank and corporate borrowing has almost tripled as a percent of GDP during the past decade, outpacing its emerging-market peers and prompting investor concerns about its long-term sustainability.

Source : CIA

COMPANY IDENTIFICATION

NAME	SELIS MAKINA ENDUSTRI VE TICARET LTD. STI.
HEAD OFFICE ADDRESS	75. Yil Mah. O.S.B. 104. Cad. No:3 Odunpazari 26250 Eskisehir / Turkey
PHONE NUMBER	90-222-228 15 66 90-222-236 12 33
FAX NUMBER	90-222-228 15 68 90-222-236 11 08
WEB-ADDRESS	www.selis.com.tr
E-MAIL	selis@selis.com.tr

LEGAL STATUS AND HISTORY

TAX OFFICE	Eskisehir
TAX NO	7600075239
REGISTRATION NUMBER	13326
REGISTERED OFFICE	Eskisehir Chamber of Commerce
COMMERCIAL REGISTRY	Eskisehir Commercial Registry
DATE ESTABLISHED	14.07.1997
ESTABLISHMENT GAZETTE DATE/NO	17.07.1997/4334
LEGAL FORM	Limited Company
TYPE OF COMPANY	Private
REGISTERED CAPITAL	TL 125.000
HISTORY	Previous Address : Baksan San. Sit. No:82/7-8 Eskisehir / Changed on : 18.12.2017/(Commercial Gazette Date /Number 27.12.2017 /9482)

OWNERSHIP / MANAGEMENT

SHAREHOLDERS	Sedat Kunduraci	47 %
	Ismail Kunduraci	47 %
	Ahmet Kunduraci	6 %

SISTER COMPANIES

- YUKSELIS MAKINA SANAYI VE TICARET A.S. (Origin: Turkey, Tax Number: 9950019762, Registration Number: 11363)

DIRECTORS

Ismail Kunduraci
Sedat Kunduraci (General Manager)

OPERATIONS

BUSINESS ACTIVITIES	Trade of grinding machines.
NACE CODE	G .51.88
SECTOR	Commerce
NUMBER OF EMPLOYEES	30
NET SALES	22.500 TL Thousand (2017)

NOTES ON NET SALES The sales figure is declared by the company. There is no certification for this figure.

CAPACITY	None
PRODUCTION	None
HEAD OFFICE ADDRESS	75. Yil Mah. O.S.B. 104. Cad. No:3 Odunpazari Eskisehir / Turkey
NOTES ON INVESTMENTS	None

FINANCE

MAIN DEALING BANKS	T. Is Bankasi Organize Sanayi Branch Yapi ve Kredi Bankasi Organize Sanayi Branch
PAYMENT BEHAVIOUR	No payment delays have come to our knowledge.
KEY FINANCIAL ELEMENTS	(2017) TL Thousand
	Net Sales 22.500
	Profit (Loss) Before Tax 1.454

COMMENT ON FINANCIAL POSITION

General Financial Position The firm is profitable.
The firm has a small amount of capital The liability of the shareholders is limited to the capital.

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.

SELIS MAKINA ENDUSTRI VE TICARET LTD. STI. - 517976

PAGE NO. : 6

	Incr. in producers' price index	Average USD/TL	Average EUR/TL	Average GBP/ TL
(2017)	15,47 %	3,6337	4,1120	4,7059
(01.01-31.05.2018)	12,12 %	3,9730	4,8144	5,4786

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 68.69
UK Pound	1	INR 90.35
Euro	1	INR 80.02
TRY	1	INR 14.62

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

INFORMATION DETAILS

Analysis Done by :	PRI
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)