

## MIRA INFORM REPORT

|               |            |
|---------------|------------|
| Report No. :  | 519685     |
| Report Date : | 12.07.2018 |

### IDENTIFICATION DETAILS

|                         |  |
|-------------------------|--|
| Name :                  | EARTH RESOURCES INTERNATIONAL LIMITED  |
| Registered Office :     | C/o Superfine Consultants Ltd., Room 1403, 14/F., Lucky Centre, 165-171 Wanchai Road, Wanchai  |
| Country :               | Hongkong   |
| Date of Incorporation : | 30.04.2008   |
| Com. Reg. No.:          | 39239872   |
| Legal Form :            | Private Limited Liability Company  |
| Line of Business :      | <ul style="list-style-type: none"> <li>Subject is a trading company engaged in the recycling of various materials like Metal Scrap, Ferro Alloys, and Papers &amp; Plastics.</li> <li>It is able to supply to the demand of Steel industries, Foundry industries, Automobile component industries.</li> <li>The subject handles a wide range of Ores &amp; Minerals, Ferro Alloys, Refined Metals and Metal Scraps &amp; Residues required by Steel Mills, Steel Foundries, Non-Ferrous Metal Foundries and Recyclers.</li> </ul>                                |
| No. of Employees :      | No Employees in Hong Kong.<br><br><b>NOTE:</b><br>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 the country. In such cases, the companies are not required to have any employees in Hong Kong nor do have an office there. |

### RATING & COMMENTS

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

**MIRA's Rating :**

C

| Credit Rating | Explanation | Rating Comments |
|---------------|-------------|-----------------|
|---------------|-------------|-----------------|

**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.

|   |                  |   |
|---|------------------|---|
| C | Medium High Risk | Business dealings permissible preferably on secured basis |
|---|------------------|---|

|                            |                                  |
|----------------------------|----------------------------------|
| <b>Status :</b>            | No Operating Office in Hong Kong |
| <b>Payment Behaviour :</b> | Unknown                          |
| <b>Litigation :</b>        | Clear                            |

**NOTES:**

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<br>(31.12.2017) | Current Rating<br>(01.04.2018) |
|--------------|---------------------------------|--------------------------------|
| Hongkong     | A1                              | A1                             |

| Risk Category        | ECGC<br>Classification |
|----------------------|------------------------|
| Insignificant        | A1                     |
| Low Risk             | A2                     |
| Moderately Low Risk  | B1                     |
| Moderate Risk        | B2                     |
| Moderately High Risk | C1                     |
| High Risk            | C2                     |
| Very High Risk       | D                      |

**HONGKONG - 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. Excess liquidity, low interest rates and a tight housing supply have caused Hong Kong property prices to rise rapidly. The lower and middle-income segments of the population increasingly find housing unaffordable. Hong Kong's open economy has left it exposed to the global economic situation. Its continued reliance on foreign trade and investment makes it vulnerable to renewed global financial market volatility or a slowdown in the global economy.

**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 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 surged from 4.5 million in 2001 to 47.3 million in 2014, outnumbering visitors from all other countries combined. After peaking in 2014, overall tourist arrivals dropped 2.5% in 2015 and 4.5% in 2016. The tourism sector rebounded in 2017, with visitor arrivals rising 3.2% to 58.47 million. Travelers from Mainland China totaled 44.45 million, accounting for 76% of the total.

The Hong Kong Government is promoting the Special Administrative Region (SAR) as the preferred business hub for 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, RMB trade settlement is allowed, and investment schemes such as the Renminbi Qualified Foreign Institutional Investor (RQFII) Program was first launched in Hong Kong. Offshore RMB activities experienced a setback, however, after the People's Bank of China changed the way it set the central parity rate in August 2015. RMB deposits in Hong Kong fell from 1.0 trillion RMB at the end of 2014 to 559 billion RMB at the end of 2017, while RMB trade settlement handled by banks in Hong Kong also shrank from 6.8 trillion RMB in 2015 to 3.9 trillion RMB in 2017.

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 50% of the firms listed on the Hong Kong Stock Exchange and accounted for about 66% 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 (CEPA), adopted in 2003 to forge closer ties between Hong Kong and the mainland. The new measures, which took effect in March 2015, cover a negative list and a most-favored treatment provision. On the basis of the Guangdong Agreement, the Agreement on Trade in Services signed in November 2015 further enhanced liberalization, including extending the implementation of the majority of Guangdong pilot liberalization measures to the whole Mainland, reducing the restrictive measures in the negative list, and adding measures in the positive lists for cross-border services as well as cultural and telecommunications services. In June 2017, the Investment Agreement and the Agreement on Economic and Technical Cooperation (Ecotech Agreement) were signed under the framework of CEPA.

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 Hong Kong- Shenzhen Stock Connect the Mutual Recognition of Funds, and the Bond Connect scheme are all important steps towards opening up the Mainland's capital markets and have reinforced Hong Kong's role as China's leading offshore RMB market. Additional connect schemes such as ETF Connect (for exchange-traded fund products) are also under exploration by Hong Kong authorities. In 2017, Chief Executive Carrie LAM announced plans to increase government spending on research and development, education, and technological innovation with the aim of spurring continued economic growth through greater sector diversification.

Source : CIA

## **COMPANY NAME AND ADDRESS**

EARTH RESOURCES INTERNATIONAL LIMITED

## **ADDRESS**

### **Registered Head Office:-**

C/o Superfine Consultants Ltd.

Room 1403, 14/F., Lucky Centre, 165-171 Wanchai Road, Wanchai, Hong Kong.

[Tel: 852-3622 1198, 3576 3223; Fax: 852-3576 3220]

### **Associated Company:-**

Metalink Metals Pvt. Ltd.

106 Commerce Centre, Gujarat Industries Compound Off Aarey Road, Goregaon East, Mumbai 400063, India.

[Tel: 91 22 2927 1870 / 4066 9600

Fax: 91 22 2927 1873

E-mail: Info@Metalink.In]

## **BUSINESS REGISTRATION NUMBER**

39239872

## **COMPANY FILE NUMBER**

1233087

## **DATE OF INCORPORATION**

30th April, 2008.

## **ISSUED SHARE CAPITAL**

HK\$10,000.00

## **SHAREHOLDER**

(As per registry dated 30-04-2018)

| Name                   | No. of shares   |
|------------------------|-----------------|
| Manish Rashmikant SHAH | 10,000<br>===== |

## **DIRECTORS**

(As per registry dated 30-04-2018)

| Name<br>(Nationality)  | Address   |
|------------------------|---|
| Manish Rashmikant SHAH | 201, Ajay, T.H. Kataria Marg Matunga (West), Mumbai 400 016, India. |
| Nimit Manish SHAH      | 201, Ajay, T.H. Kataria Marg Matunga (West), Mumbai 400 016, India. |

## **SECRETARY**

(As per registry dated 30-04-2018)

| Name                       | Address  | Co. No. |
|----------------------------|--|---------|
| Superfine Consultants Ltd. | Room 1403, 14/F., Lucky Centre,<br>165-171 Wanchai Road, Wanchai, Hong Kong. | 0797478 |

## **HISTORY**

The subject was incorporated on 30th April, 2008 as a private limited liability company under the Hong Kong Companies Ordinance.

Formerly the subject's registered address was located at Room 2304, 23/F., 135 Bonham Strand Trade Centre, 135 Bonham Strand, Sheung Wan, Hong Kong where was the old operating address of a consultant company known as Superfine Consultants Ltd. [Superfine]. Superfine moved to the present address with effect from 6th June, 2014, so did the subject.

Apart from these, neither material change nor amendment has been ever traced and noted.

## **GENERAL**

Having issued 10,000 ordinary shares, Earth Resources International Limited is wholly owned by Mr. Manish Rashmikant Shah who is an Indian. He is an India passport holder and does not have the right to reside in Hong Kong permanently. Manish Rashmikant Shah and Mr. Nimit Manish Shah are the directors of the subject. The latter was appointed in early June 2014. Their registered addresses are in Mumbai, India.

The subject does not have its own operating office. Its registered office is in a commercial service firm located at Room 1403, 14/F., Lucky Centre, 165-171 Wanchai Road, Wanchai, Hong Kong known as Superfine Consultants Ltd. [Superfine Consultants] which is handling its correspondences and documents.

Superfine Consultants is also the corporate secretary of the subject. Its phone and fax number are 852-3622 1198 and 852-3576 3220 respectively. The contact person of Superfine Consultants is Ms. Clara Wu who is an employee of it in Hong Kong. Your given phone number 852-3576 3223 also belongs to Superfine Consultants. The subject has no employees in Hong Kong.

According to the subject, it is a trading company engaged in the recycling of various materials like Metal Scrap, Ferro Alloys, and Papers & Plastics.

It is able to supply to the demand of Steel industries, Foundry industries, Automobile component industries, etc. The subject handles a wide range of Ores & Minerals, Ferro Alloys, Refined Metals and Metal Scraps & Residues required by Steel Mills, Steel Foundries, Non-Ferrous Metal Foundries and Recyclers.

It offers clients with the following services:

It offers customers with a wide range of Metals which are used as a raw material for various applications including Automobiles, Household Appliances, Power plants.

It co-ordinates with Neutral Inspection agencies for Quality / Quantity of products.

Feedback on tracking of vessels and its status. Licensing with shipping lines / banks, etc.

The subject handles the following products:

- Fe-Alloys - FeCr (LC/ MC/HC), FeMn (FeSi (45%, 65%, 70% & 75%), CaSi, FeMo, V<sub>2</sub>O<sub>5</sub> flakes, FeV, Wolframite ore FeW, FeP, FeTi, etc.
- Cored Wires - Casi, CaFe, Ca, FeTi, FeB, etc.
- Base Metals - Al, Cu, Pb, Ni & Zn
- Minor Metals - As, Bi, Ca, Cd, Cr, Mn, Mg, Sb, Se, etc.
- Non Ferrous Scrap- As per ISRI as well as Skimmings & Drosses of Brass & Zinc
- Stainless Steel Scrap
- Aluminium Alloys
- Ores & Concentrates
- Titanium Products - Tubes, Sheets, Plates, Coils, etc.
- Stainless Steel - Tubes, Sheets, Plates, Coils, etc.

Apart from metals, the subject also supplies a wide range of highly efficient and durable LED products.

**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.

All its products are imported from leading producers and stored in India so as to offer better service to its customers.

The subject has had an associated company known as Metalink Metals Pvt. Ltd. which is in Mumbai, India. The main office of the subject seems to be in India also.

The subject is owned and operated by the Shah family which is in India.

The subject has been banking with The Hongkong & Shanghai Banking Corp. Ltd., Hong Kong.

The subject's history in Hong Kong is over ten years. Business in Hong Kong is not active.

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

**NOTE:**

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 the country. In such cases, the companies are not required to have any employees in Hong Kong nor do have an office there.

**FOREIGN EXCHANGE RATES**

| Currency  | Unit | Indian Rupees |
|-----------|------|---------------|
| US Dollar | 1    | INR 68.83     |
| UK Pound  | 1    | INR 91.35     |
| Euro      | 1    | INR 80.79     |
| HKD       | 1    | INR 8.75      |

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

**INFORMATION DETAILS**

|                             |     |
|-----------------------------|-----|
| <b>Analysis Done by :</b>   | VIV |
| <b>Report Prepared by :</b> | NIT |

**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)