

MIRA INFORM REPORT

Report No. :	519926
Report Date :	13.07.2018

IDENTIFICATION DETAILS

Name :	OUTOKUMPU STAINLESS OY
Registered Office :	Terästie, 95490 Tornio
Country :	Finland
Financials (as on) :	December 2016
Date of Incorporation :	21.11.1990
Com. Reg. No.:	08233159
Legal Form :	Limited Company
Line of Business :	Manufacture of Basic Iron and Steel and of Ferro-Alloys
No. of Employees :	1868 [2016]

RATING & COMMENTS

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

MIRA's Rating :	A
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Credit Rating	Explanation	Rating Comments
A	Acceptable Risk	Business dealings permissible with moderate risk of default

Status :	Good
Payment Behaviour :	Regular
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.

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ECGC Country Risk Classification List

Country Name	Previous Rating (31.12.2017)	Current Rating (01.04.2018)
Finland	A2	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

FINLAND - ECONOMIC OVERVIEW

Finland has a highly industrialized, largely free-market economy with per capita GDP almost as high as that of Austria and the Netherlands and slightly above that of Germany and Belgium. Trade is important, with exports accounting for over one-third of GDP in recent years. The government is open to, and actively takes steps to attract, foreign direct investment.

Finland is historically competitive in manufacturing, particularly in the wood, metals, engineering, telecommunications, and electronics industries. Finland excels in export of technology as well as promotion of startups in the information and communications technology, gaming, cleantech, and biotechnology sectors. Except for timber and several minerals, Finland depends on imports of raw materials, energy, and some components for manufactured goods. Because of the cold climate, agricultural development is limited to maintaining self-sufficiency in basic products. Forestry, an important export industry, provides a secondary occupation for the rural population.

Finland had been one of the best performing economies within the EU before 2009 and its banks and financial markets avoided the worst of global financial crisis. However, the world slowdown hit exports and domestic demand hard in that year, causing Finland's economy to contract from 2012 to 2014. The recession affected general government finances and the debt ratio. The economy returned to growth in 2016, posting a 1.9% GDP increase before growing an estimated 3.3% in 2017, supported by a strong increase in investment, private consumption, and net exports. GDP is expected to grow a rate of 2-3% in the next few years.

Finland's main challenges will be reducing high labor costs and boosting demand for its exports. In June 2016, the government enacted a Competitiveness Pact aimed at reducing labor costs, increasing hours worked, and introducing more flexibility into the wage bargaining system. As a result, wage growth was nearly flat in 2017. The Government was also seeking to reform the health care system and social services. In the long term, Finland must address a rapidly aging population and decreasing productivity in traditional industries that threaten competitiveness, fiscal sustainability, and economic growth.

Source : CIA

COMPANY SUMMARY

Business Name	OUTOKUMPU STAINLESS OY
Country	FINLAND
Company Registration Number	08233159
Activity Code	24100
Activity Description	Manufacture of basic iron and steel and of ferro-alloys
Company Status	Active (Active)
Latest Turnover Figure	3,476,728,000 EUR
Latest Shareholder Equity Figure	472,131,000 EUR

BASIC INFORMATION

Business Name	OUTOKUMPU STAINLESS OY TORNION TEHTAAT
Registered Company Name	OUTOKUMPU STAINLESS OY
Company Registration Number	08233159
Country	FINLAND
VAT Registration Number	08233159
VAT Registration Date	01/06/1994
Date of Company Registration	21/11/1990
Date of Starting Operations	01/01/1991
Legal Form	Limited Company
Type of Ownership	Private Finnish
Company Status	Active (Active)
Currency of this Report	EUR
Principal Activity Code	24100
Principal Activity Description	Manufacture of basic iron and steel and of ferro-alloys
Contact Address	Terästie, 95490 Tornio
Contact Telephone Number	-

MAIN ADDRESS

Address	Terästie, 95490 Tornio
Country	FINLAND
Telephone	-

ACTIVITIES

Activity Code	Activity Description
24100	Manufacture of basic iron and steel and of ferro-alloys

EMAIL ADDRESSES

No email addresses for this company

WEB PAGES

www.outokumpu.com

EMPLOYEE INFORMATION

Year	Number of Employees
2016	1868
2015	1858
2014	1872
2013	1904
2012	2076
2011	2239

ADVISORS

Auditor Name KPMG Oy

MISCELLANEOUS INFORMATION

Fax Number	+358 16 452620
Number of places of business	1

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AUDITOR COMMENT

Date of accounts	Comments
2016-12-30	The auditor has given an audit report of standard format.

BRANCHES

No branches for current company

BUSINESS MORTGAGES SUMMARY

No business mortgages for this company

BUSINESS MORTGAGES

No business mortgages for this company

IMPORT EXPORT ACTIVITIES

Import	Export
Yes	Yes

REGISTER INFORMATION

Tax administration	21/11/1990
Trade register	21/11/1990
Employer register	01/01/1991
Prepayment register	-
Date of latest change in trade register	02/08/2017
	01/06/1994

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PROFIT AND LOSS

Financial Year	12/2016	(%)	12/2015	(%)	12/2014
Number of Weeks	52	(%)	52	(%)	52
Currency	EUR	(%)	EUR	(%)	EUR
Consolidated Accounts	No	(%)	No	(%)	No
Revenue	3,476,728,000	-11.6%	3,931,688,000	49.3%	2,633,439,000
Operating Costs	3,414,655,000	-11.8%	3,870,933,000	50.3%	2,575,734,000
Operating Profit	62,073,000	2.2%	60,755,000	5.3%	57,705,000
Pension Costs	-	-	-	-	-
Financial Income	71,000	-	-	-100.0%	107,000
Financial Expenses	8,418,000	-57.4%	19,761,000	28.7%	15,358,000
Extraordinary Costs	77,457,000	-	-	-	
Profit before Tax	-23,731,000	-157.9%	40,995,000	-3.4%	42,454,000
Tax	-	-	-	-	-
Profit after Tax	-23,731,000	-157.9%	40,995,000	-3.4%	42,454,000
Other Appropriations	-22,818,000	-26.3%	-18,062,000	54.2%	-39,447,000
Retained Profit	-913,000	-101.5%	59,057,000	-27.9%	81,902,000

BALANCE SHEET

Financial Year	12/2016	(%)	12/2015	(%)	12/2014
Number of Weeks	52	(%)	52	(%)	52
Currency	EUR	(%)	EUR	(%)	EUR
Consolidated Accounts	No	(%)	No	(%)	No
Land & Buildings	223,215,000	-7.9%	242,414,000	-7.8%	262,980,000
Plant & Machinery	240,947,000	-6.4%	257,534,000	-4.3%	269,230,000
Other Tangible Assets	52,752,000	-13.3%	60,823,000	-4.5%	63,672,000
Total Tangible Assets	516,914,000	-7.8%	560,771,000	-5.9%	595,882,000
Goodwill	-	-	-	-	-
Other Intangible Assets	2,715,000	4.4%	2,601,000	-26.5%	3,537,000

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Total Intangible Assets	2,715,000	4.4%	2,601,000	-26.5%	3,537,000
Investments	9,085,000	2.3%	8,885,000	-2.4%	9,108,000
Loans To Group	-	-	-	-	-
Miscellaneous Fixed Assets	31,000	-99.2%	3,877,000	-	-
Total Other Fixed Assets	-	-	-	-	-
TOTAL FIXED ASSETS	528,745,000	-8.2%	576,134,000	-5.3%	608,527,000
Raw Materials	113,452,000	-0.5%	114,032,000	-9.8%	126,477,000
Finished Goods	183,515,000	11.7%	164,233,000	-28.5%	229,629,000
Other Inventories	-	-	-	-	-
Total Inventories	296,967,000	6.7%	278,265,000	-21.9%	356,106,000
Trade Receivables	231,917,000	-18.8%	285,558,000	32.5%	215,552,000
Group Receivables	-	-	-	-	-
Receivables Due After 1 Year	-	-	-	-	-
Miscellaneous Receivables	48,062,000	-51.2%	98,518,000	27.0%	77,550,000
Total Receivables	279,979,000	-27.1%	384,076,000	31.0%	293,102,000
Other Current Assets	-	-	-	-	-
TOTAL CURRENT ASSETS	576,946,000	-12.9%	662,341,000	2.0%	649,208,000
TOTAL ASSETS	1,105,691,000	-10.7%	1,238,475,000	-1.5%	1,257,735,000
Trade Payables	415,610,000	17.7%	352,981,000	7.7%	327,648,000
Other Loans Or Finance	3,272,000	-48.2%	6,316,000	-70.0%	21,045,000
Group Payables	153,885,000	-45.0%	280,000,000	37.3%	204,000,000
Miscellaneous Liabilities	36,015,000	-50.3%	72,465,000	111.2%	34,319,000
TOTAL CURRENT LIABILITIES	608,782,000	-14.5%	711,762,000	21.3%	587,012,000
Trade Payables Due After 1 Year	447,000	-50.0%	894,000	-	-
Other Loans Or Finance Due After 1 Year	21,875,000	-22.2%	28,125,000	-18.2%	34,375,000
Group Payables Due After 1 Year	-	-	-	-100.0%	180,000,000
Miscellaneous Liabilities Due After 1 Year	196,025,000	-10.2%	218,219,000	-7.5%	235,931,000

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TOTAL LONG TERM LIABILITIES	218,347,000	-11.7%	247,238,000	-45.1%	450,306,000
TOTAL LIABILITIES	827,129,000	-13.8%	959,000,000	-7.6%	1,037,318,000
Called Up Share Capital	78,120,000	0.0%	78,120,000	0.0%	78,120,000
Share Premium	174,897,000	174,897,000	174,897,000	112.3%	-52,600,000
Revenue Reserves	5,543,000	-14.1%	6,456,000		
Other Reserves	20,000,000	0.0%	20,000,000	0.0%	20,000,000
TOTAL SHAREHOLDERS EQUITY	278,560,000	-0.3%	279,473,000	26.8%	220,417,000

OTHER FINANCIALS

Financial Year	12/2016	(%)	12/2015	(%)	12/2014
Working Capital	-31,836,000	35.6%	-49,421,000	-179.5%	62,196,000
Net Worth	275,845,000	-0.4%	276,872,000	27.7%	216,880,000

RATIOS

Financial Year	12/2016	12/2015	12/2014
Pre-Tax Profit Margin (%)	-0.68 %	1.04 %	1.61 %
Return On Capital Employed (%)	-4.78 %	7.78 %	6.33 %
Return On Total Assets Employed (%)	-2.15 %	3.31 %	3.38 %
Return On Net Assets Employed (%)	-8.52 %	14.67 %	19.26 %
Sales/Net Working Capital	-109.21	-79.56	42.34
Stock Turnover Ratio (%)	8.54 %	7.08 %	13.52 %
Debtor Days	24.35	26.51	29.88
Creditor Days	43.63	32.77	45.41
Current Ratio	0.95	0.93	1.11
Liquidity Ratio/Acid Test	0.46	0.54	0.50
Current Debt Ratio	2.19	2.55	2.66
Gearing (%)	78.38 %	88.47 %	204.30 %
Equity In Percentage (%)	25.26 %	22.61 %	17.57 %
Total Debt Ratio	2.97	3.43	4.71

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ADDITIONAL FINANCIALS

Financial Year	12/2016	12/2015	12/2014
Bonds and notes - short terms	-	-	-
Bonds and notes - long terms	-	-	-
Gross revenue	96,422,000	-	-
Operating margin ratio			
Working capital ratio	3.30	5.40	9.30
Networking capital percentage	-0.90	-1.30	2.40
Net gearing	0.10	0.10	0.50
Equity ratio	42.70	40.00	36.20
Operating income percentage	1.50	1.30	2.10
Relative indebtedness	18.20	18.90	30.50
Turnover per person	1,861,203	2,116,086	1,406,752
Financing result percentage			
Number of shares	42,000,000		

SHARE CAPITAL STRUCTURE

Nominal Share Capital	78,120,000 EUR
Issued Share Capital	78,120,000 EUR

SHAREHOLDERS

Shareholder	% Shares Held
Outokumpu Europe Oy	100

CURRENT DIRECTORS

Name	Date of birth	City	Appointment Date	Position
Sassi Martti Olavi	20/12/1964	Keminmaa	23/06/2016	Managing director
Saksi Olli-Matti	05/01/1967	Sveitsi	05/11/2015	Chairman
Keskitalo Ari Kalevi	22/11/1964	Tornio	02/08/2017	Ordinary member

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Kesti Risto Esa Ilmari	28/12/1963	Tornio	03/07/2015	Ordinary member
Mäki-Jokela Antero Kristian	19/08/1980	Kemi	03/07/2015	Ordinary member
Suurnäkki Matti Antero	27/11/1964	Espoo	20/06/2007	Ordinary member
Yrjönmäki Minna Helmi Salome	11/05/1967	Espoo	23/06/2016	Ordinary member
Hooli Jyrki Tapio	05/08/1967	Tornio	03/07/2015	Deputy member
Jaako Marko Kalervo	23/06/1970	Tornio	02/08/2017	Deputy member

PREVIOUS DIRECTORS

Name	Date of birth	City	Appointment Date	Position	Resignation Date
Hyykoski Jyrki Juhani	18/04/1971	Tornio	03/07/2015	Ordinary member	01/08/2017
Lahdenperä Risto Lauri Juhani	12/12/1958	Tornio	03/07/2015	Deputy member	01/08/2017

ULTIMATE HOLDING PARENT

Ultimate Holding Company Name	VAT/Registration Number
Outokumpu Europe -konserni	08233124

IMMEDIATE HOLDING PARENT

Immediate Holding Company Name	VAT/Registration Number
Outokumpu Europe Oy	08233124

SUBSIDIARY COMPANIES

Subsidiary Name	Number
Outokumpu Shipping Oy	01933734
Outokumpu Tornio Infrastructure Oy	25867575
Outokumpu Stainless B.V.	

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AFFILIATES

Affiliate Name
Asunto Oy Untolantie

NUMBER OF PAYMENT DEFAULTS AND OTHER NOTIFICATIONS

2

PAYMENT DEFAULTS JUDGEMENTS AND PROTESTS

Date	Details	Amount	Creditor
2017-11-22	Private-judicial draft protest, not published	868	Intrum Justitia Oy
2017-05-23	Private-judicial draft protest, not published	2,510	Intrum Justitia Oy

PUBLIC ANNOUNCEMENTS

No details available

BANKRUPTCIES

No details available

COMPANY RESTRUCTURINGS

No details available

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OTHER CREDIT ISSUES

No details available

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 68.63
UK Pound	1	INR 90.67
Euro	1	INR 80.16
Euro	1	INR 79.61

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

INFORMATION DETAILS

Analysis Done by :	PRA
Report Prepared by :	SYL

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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)