

## MIRA INFORM REPORT

<b>Report No. :</b>	520349
<b>Report Date :</b>	17.07.2018

### IDENTIFICATION DETAILS

<b>Name :</b>	VYC INDUSTRIAL SA
<b>Registered Office :</b>	Calle Avenc Del Davi (Pol Ind Can Petit), 22, 08227 Terrassa
<b>Country :</b>	Spain
<b>Financials (as on) :</b>	31.12.2016
<b>Date of Incorporation :</b>	01.01.1963
<b>Com. Reg. No.:</b>	A08147357
<b>Legal Form :</b>	Joint stock company
<b>Line of Business :</b>	<ul style="list-style-type: none"> <li>• Manufacture of steam generators, except central heating hot water boilers</li> <li>• Subject engaged in the design and manufacture of all types of intercepting and control valves for fluids</li> </ul>
<b>No. of Employees :</b>	58

**RATING & COMMENTS**

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

**MIRA's Rating :**

A

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

<b>Status :</b>	Good
<b>Payment Behaviour :</b>	Regular
<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 (31.12.2017)	Current Rating (01.04.2018)
Spain	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

**SPAIN - ECONOMIC OVERVIEW**

After a prolonged recession that began in 2008 in the wake of the global financial crisis, Spain marked the fourth full year of positive economic growth in 2017, with economic activity surpassing its pre-crisis peak, largely because of increased private consumption. The financial crisis of 2008 broke 16 consecutive years of economic growth for Spain, leading to an economic contraction that lasted until late 2013. In that year, the government successfully shored up its struggling banking sector - heavily exposed to the collapse of Spain's real estate boom - with the help of an EU-funded restructuring and recapitalization program.

Until 2014, contraction in bank lending, fiscal austerity, and high unemployment constrained domestic consumption and investment. The unemployment rate rose from a low of about 8% in 2007 to more than 26% in 2013, but labor reforms prompted a modest reduction to 16.4% in 2017. High unemployment strained Spain's public finances, as spending on social benefits increased while tax revenues fell. Spain's budget deficit peaked at 11.4% of GDP in 2010, but Spain gradually reduced the deficit to about 3.3% of GDP in 2017. Public debt has increased substantially – from 60.1% of GDP in 2010 to nearly 96.7% in 2017.

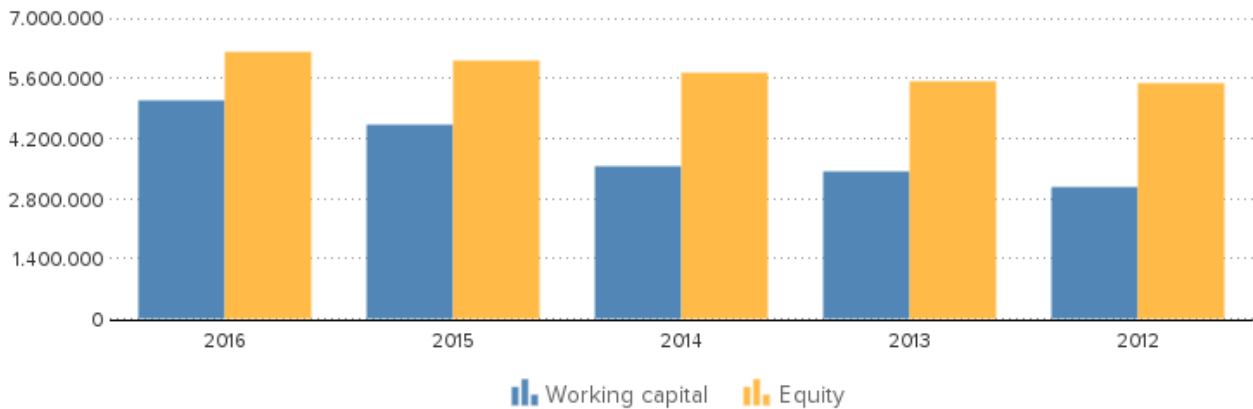
Strong export growth helped bring Spain's current account into surplus in 2013 for the first time since 1986 and sustain Spain's economic growth. Increasing labor productivity and an internal devaluation resulting from moderating labor costs and lower inflation have improved Spain's export competitiveness and generated foreign investor interest in the economy, restoring FDI flows.

In 2017, the Spanish Government's minority status constrained its ability to implement controversial labor, pension, health care, tax, and education reforms. The European Commission expects the government to meet its 2017 budget deficit target and anticipates that expected economic growth in 2018 will help the government meet its deficit target. Spain's borrowing costs are dramatically lower since their peak in mid-2012, and increased economic activity has generated a modest level of inflation, at 2% in 2017.

Source : CIA

## **COMPANY SUMMARY**

<b>Company name</b>	<b>VYC Industrial SA</b>				
<b>Operative address</b>	Calle Avenc Del Davi (Pol Ind Can Petit), 22 08227 Terrassa Spain				
<b>Status</b>	Active				
<b>Legal form</b>	Joint stock company				
<b>Registration number</b>	VAT/Tax number: A08147357				
<b>VAT-number</b>	ESA08147357				
<b>Year</b>	<b>2016</b>	<b>Mutation</b>	<b>2015</b>	<b>Mutation</b>	<b>2014</b>
Fixed assets	1.140.571	-25,13	1.523.410	-30,88	2.203.881
Total receivables	1.805.495	8,41	1.665.363	-11,65	1.885.033
Total equity	6.222.028	3,38	6.018.404	4,80	5.742.682
Short term liabilities	1.039.616	3,62	1.003.261	-18,70	1.234.043
Net result	203.623	-26,15	275.722	72,18	160.133
Working capital	5.087.250	12,88	4.506.908	26,39	3.565.922
Quick ratio	3,02	2,72	2,94	46,27	2,01



## **CONTACT INFORMATION**

<b>Company name</b>	VYC Industrial SA
<b>Operative address</b>	Calle Avenc Del Davi (Pol Ind Can Petit), 22 08227 Terrassa Spain
<b>Correspondence address</b>	Calle Avenc Del Davi (Pol Ind Can Petit), 22 08227 Terrassa Spain
<b>Telephone number</b>	+34 937357500
<b>Fax number</b>	+34 937358135

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Email address info@vycindustrial.com  
Website www.vycindustrial.com

## **REGISTRATION**

Registration number VAT/Tax number: A08147357  
VAT-number ESA08147357  
Status Active  
Establishment date 1963-01-01  
Legal form Joint stock company  
Subscribed share capital EUR 450.750

## **ACTIVITIES**

NACE 2530: Manufacture of steam generators, except central heating hot  
water boilers  
Goal Engaged in the design and manufacture of all types of intercepting  
and control valves for fluids

## **RELATIONS**

Shareholders  
ULTIMATE GLOBAL SHAREHOLDER  
Name: MR MIGUEL ESPI VILLACAMPA  
Country: ES  
Type: One or more named individuals or families  
Share direct: 98.00%

SHAREHOLDERS  
Name: MR MIGUEL ESPI VILLACAMPA  
Country: ES  
Type: One or more named individuals or families  
Share direct: 98.00%

Name: MR MIGUEL ESPI PUMAROLA  
Country: ES  
Type: One or more named individuals or families  
Share direct: 2.00%

## **BANK DETAILS**

### **Accounts**

BBVA  
BSCH  
CAIXABANK  
DEUTSCHE BANK E

## **MANAGEMENT**

### **Management**

Fullname: Mr Miquel Espi Pumarola  
Type: Individual  
Gender: Male  
Number of involvements: 2  
Function: Sole Administrator  
Level of responsibility: Member  
Appointment date: 2018/03/08

Fullname: Mr Miquel Espi Pumarola  
Type: Individual  
Gender: Male  
Number of involvements: 2  
Function: General Manager  
Level of responsibility: Unspecified executive  
Appointment date: 2009/01/27

Fullname: Mr Miquel Espi Pumarola  
Type: Individual  
Gender: Male  
Number of involvements: 2  
Function: Commercial Director  
Level of responsibility: Sales executive  
Appointment date: 2009/01/27

Fullname: Mr Miquel Espi Pumarola  
Type: Individual  
Gender: Male  
Number of involvements: 2  
Function: Exports Director  
Level of responsibility: Executive  
Appointment date: 2015/01/14

Fullname: Mr Rafael Garcia Prieto  
Type: Individual  
Gender: Male  
Number of involvements: 1

Function: Financial Manager  
Level of responsibility: Finance & Accounting Manager  
Appointment date: 2004/11/23

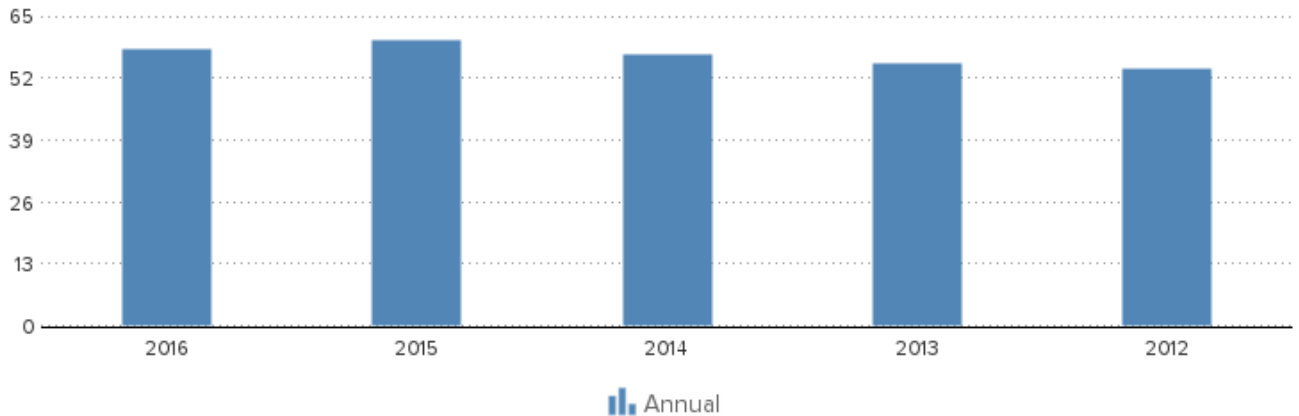
Fullname: Mr Rafael Garcia Prieto  
Type: Individual  
Gender: Male  
Number of involvements: 1  
Function: Human Resources Director  
Level of responsibility: Human Resource Chief Officer; Human Resource executive  
Appointment date: 2013/01/08

Fullname: Ms Sara Garcia  
Type: Individual  
Gender: Female  
Number of involvements: 1  
Function: Purchases Director  
Level of responsibility: Purchasing executive  
Appointment date: 2018/01/08

Fullname: Ms Sara Garcia  
Type: Individual  
Gender: Female  
Number of involvements: 1  
Function: Imports Director  
Level of responsibility: Executive  
Appointment date: 2018/01/08

## **EMPLOYEES**

Year	2016	2015	2014	2013	2012
Annual	58	60	57	55	54



## FINANCIAL ANALYSIS

Trend	Constant
Profitability	Positive
Solvability	More than sufficient
Liquidity	More than sufficient
Show amount in	Euro

## KEY FIGURES

Year	2016	2015	2014	2013	2012
Quick ratio	3,02	2,94	2,01	1,60	1,65
Current ratio	5,89	5,49	3,89	3,13	3,00
Working capital/ balance total	0,70	0,64	0,51	0,48	0,43
Equity / balance total	0,86	0,86	0,82	0,77	0,78
Equity / Fixed assets	5,46	3,95	2,61	2,56	2,21
Working capital	5.087.250	4.506.908	3.565.922	3.420.596	3.046.153
Equity	6.222.028	6.018.404	5.742.682	5.545.751	5.469.586
Mutation equity	3,38	4,80	3,55	1,39	
Mutation short term liabilities	3,62	-18,70	-23,27	5,41	
Return on total assets (ROA)	3,62	5,21	3,05	1,41	3,38
Return on equity (ROE)	4,22	6,09	3,72	1,83	4,35
Gross profit margin	3,23	4,43	2,37	1,57	3,25
Net profit margin	2,42	3,30	1,73	0,93	2,59
Average collection ratio	8,08	8,33	7,49	5,10	4,90
Average payment ratio	4,65	5,02	4,91	4,83	4,00
Equity turnover ratio	1,35	1,39	1,61	1,48	1,37
Total assets turnover ratio	1,16	1,19	1,32	1,14	1,06
Fixed assets turnover ratio	7,36	5,49	4,20	3,79	3,02

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Inventory conversion ratio	2,81	3,26	3,98	3,34	3,64
Turnover	8.398.715	8.357.675	9.248.985	8.209.424	7.469.403
Operating result	271.376	370.400	219.123	129.256	243.121
Net result after taxes	203.623	275.722	160.133	76.165	193.195
Cashflow	735.882	1.004.307	595.455	499.995	575.551
Gross profit	3.203.759	3.475.791	2.937.980	2.782.299	2.832.357
EBITDA	803.635	1.098.985	654.445	553.086	625.477

**Summary**

The 2016 financial result structure is a positive working capital of 5.087.250 euro, which is in agreement with 70 % of the total assets of the company.

The working capital has increased with 12.88 % compared to previous year. The ratio, with respect to the total assets of the company has however, increased.

The improvement between 2015 and 2016 has mainly been caused by a change of the current assets.

The current ratio of the company in 2016 was 5.89. If the current ratio exceeds 3.0, the company may not be using its current assets or its short-term financing facilities efficiently .

The quick ratio in 2016 of the company was 3.02. A company with a Quick Ratio of more than 1 can currently pay back its current liabilities.

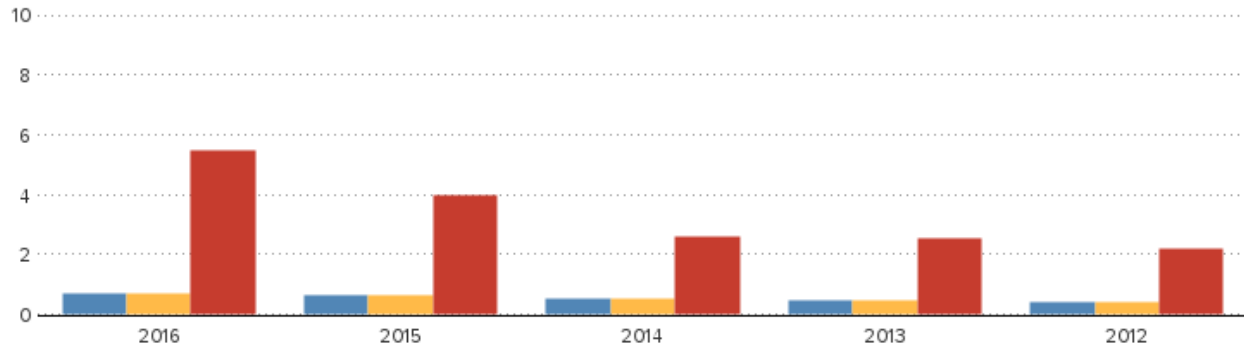
The 2015 financial result structure is a positive working capital of 4.506.908 euro, which is in agreement with 64 % of the total assets of the company.

The working capital has increased with 26.39 % compared to previous year. The ratio, with respect to the total assets of the company has however, increased.

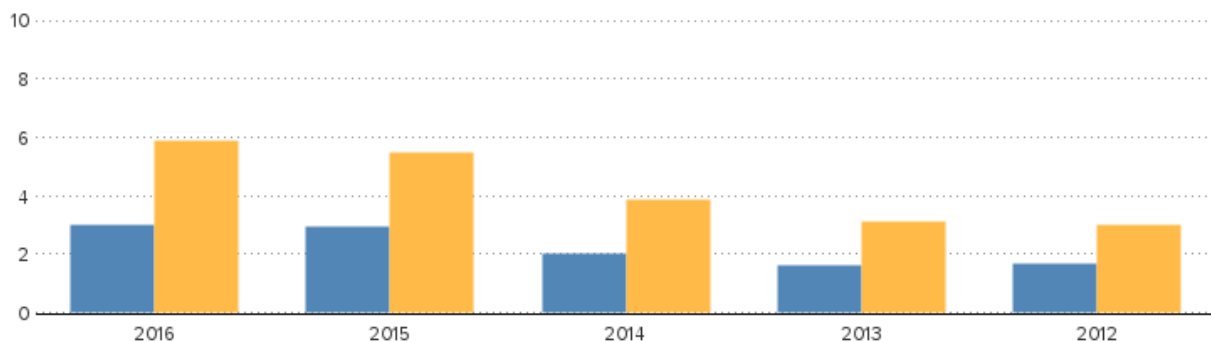
The improvement between 2014 and 2015 has mainly been caused by a change of the current assets.

The current ratio of the company in 2015 was 5.49. If the current ratio exceeds 3.0, the company may not be using its current assets or its short-term financing facilities efficiently .

The quick ratio in 2015 of the company was 2.94. A company with a Quick Ratio of more than 1 can currently pay back its current liabilities.



Working capital/ balance total    Equity / balance total    Equity / Fixed assets



Quick ratio    Current ratio

## **FINANCIAL STATEMENT**

**Auditor**

Name: Assets AUDITORIA & CONSULTORIA S.L.P.

Name: Assets AUDITORIA & CONSULTORIO S.L.P.

Name: Assets AUDITORIA & CONSULTORIA SLP

Name: AUDIGRUP AUDITORS ASSOCIATS S.L.  
 2016

**Last annual account**

**Remark annual account**

**Type of annual account**

**Annual account**

The company is obliged to file its financial statements.

Corporate

**VYC Industrial SA**

Calle Avenc Del Davi (Pol Ind Can Petit), 22

08227 Terrassa

Spain

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## **BALANCE**

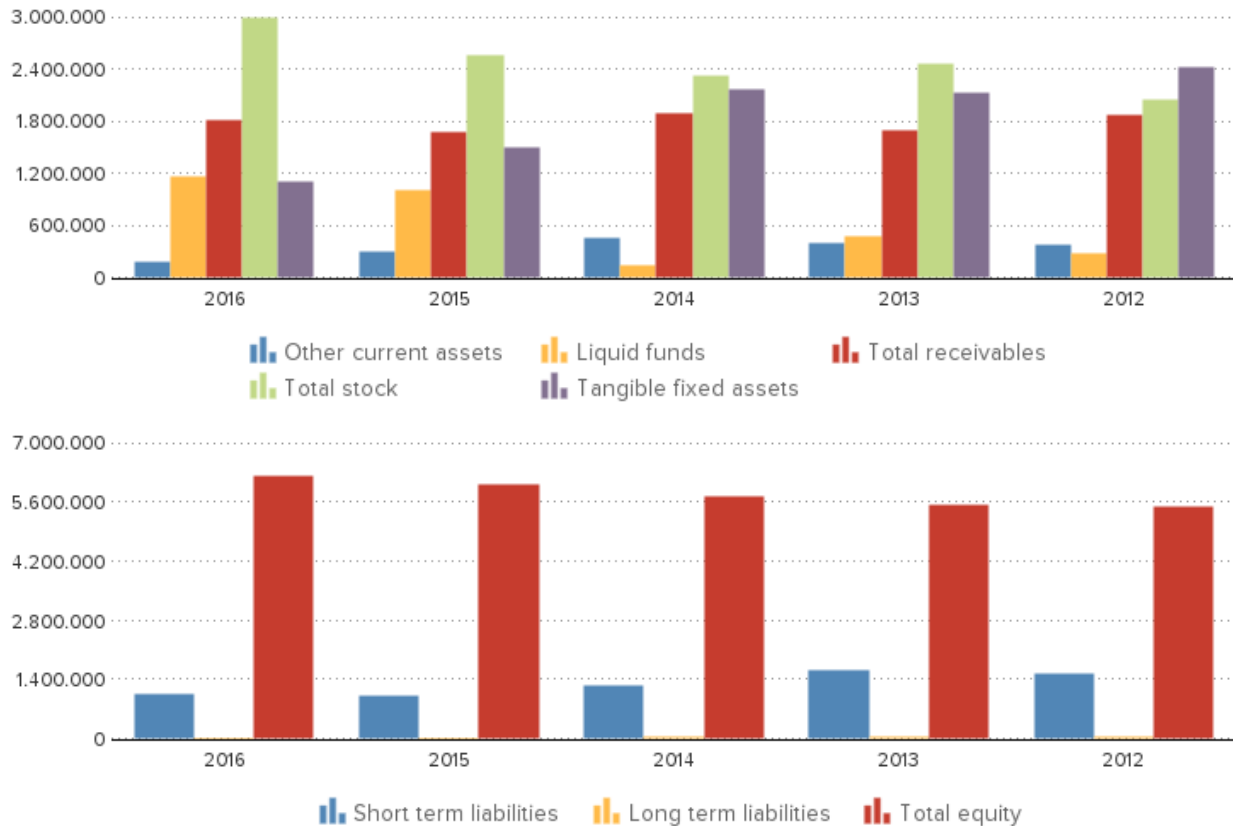
Year	2016	2015	2014	2013	2012
End date	2016-12-31	2015-12-31	2014-12-31	2013-12-31	2012-12-31
Type of annual account	Corporate	Corporate	Corporate	Corporate	Corporate
<b>Tangible fixed assets</b>	<b>1.107.706</b>	<b>1.490.545</b>	<b>2.164.868</b>	<b>2.124.461</b>	<b>2.417.150</b>
Other fixed assets	32.865	32.865	39.013	39.038	55.609
<b>Fixed assets</b>	<b>1.140.571</b>	<b>1.523.410</b>	<b>2.203.881</b>	<b>2.163.499</b>	<b>2.472.759</b>
<b>Total stock</b>	<b>2.987.760</b>	<b>2.561.214</b>	<b>2.324.332</b>	<b>2.461.538</b>	<b>2.049.413</b>
<b>Total receivables</b>	<b>1.805.495</b>	<b>1.665.363</b>	<b>1.885.033</b>	<b>1.699.934</b>	<b>1.865.331</b>
Liquid funds	1.153.612	995.563	141.366	468.429	282.470
Other current assets	180.000	288.029	449.234	398.960	374.641
<b>Current assets</b>	<b>6.126.866</b>	<b>5.510.169</b>	<b>4.799.965</b>	<b>5.028.861</b>	<b>4.571.855</b>
<b>Total assets</b>	<b>7.267.437</b>	<b>7.033.578</b>	<b>7.003.846</b>	<b>7.192.360</b>	<b>7.044.614</b>
<b>Total equity</b>	<b>6.222.028</b>	<b>6.018.404</b>	<b>5.742.682</b>	<b>5.545.751</b>	<b>5.469.586</b>
<b>Long term liabilities</b>	<b>5.794</b>	<b>11.913</b>	<b>27.121</b>	<b>38.344</b>	<b>49.326</b>
Accounts payable	827.129	802.192	771.452	878.771	917.038
Liabilities towards credit institutes		20.851	241.649	27.994	186.847
Other short term liabilities	212.487	180.218	220.942	701.500	421.818
<b>Short term liabilities</b>	<b>1.039.616</b>	<b>1.003.261</b>	<b>1.234.043</b>	<b>1.608.265</b>	<b>1.525.702</b>
<b>Total liabilities</b>	<b>7.267.437</b>	<b>7.033.578</b>	<b>7.003.846</b>	<b>7.192.360</b>	<b>7.044.614</b>
<b>Summary</b>	The total assets of the company increased with 3.32 % between 2015 and 2016.				

Despite the assets growth, the non current assets decreased with -25.13 %.

In 2016 the assets of the company were 15.69 % composed of fixed assets and 84.31 % by current assets. The assets are being financed by an equity of 85.62 %, and total debt of 14.38 %.

The total assets remained the same between 2014 and 2015. Despite the fact that the total assets remained the same, the fixed assets decreased with -30.88 %.

In 2015 the assets of the company were 21.66 % composed of fixed assets and 78.34 % by current assets. The assets are being financed by an equity of 85.57 %, and total debt of 14.43 %.



## **PROFIT AND LOSS**

Year	2016	2015	2014	2013	2012
Revenues	8,375.831	8,301.360	9,231.714	8,195.876	7,458.851
<b>Net turnover</b>	<b>8,398.715</b>	<b>8,357.675</b>	<b>9,248.985</b>	<b>8,209.424</b>	<b>7,469.403</b>
Wages and salaries	2,397.010	2,372.676	2,276.306	2,227.753	2,198.344
Amorization and depreciation	532.259	728.585	435.322	423.830	382.356
Production costs	4,177.793	3,792.274	4,880.449	4,427.954	3,643.884
<b>Operating result</b>	<b>271.376</b>	<b>370.400</b>	<b>219.123</b>	<b>129.256</b>	<b>243.121</b>
Financial income	3,114	4,130	7,229	4,005	8,536
Financial expenses	11,665	7,798	12,841	31,729	13,489
Financial result	-8,551	-3,668	-5,612	-27,724	-4,953
<b>Result on ordinary operations before taxes</b>	<b>262.826</b>	<b>366.732</b>	<b>213.511</b>	<b>101.532</b>	<b>238.167</b>
Taxation on the result of ordinary activities	59.202	91.010	53.378	25.368	44.972
<b>Result of ordinary activities after taxes</b>	<b>203.623</b>	<b>275.722</b>	<b>160.133</b>	<b>76.165</b>	<b>193.195</b>
<b>Net result</b>	<b>203.623</b>	<b>275.722</b>	<b>160.133</b>	<b>76.165</b>	<b>193.195</b>
<b>Summary</b>	The turnover of the company remained the same between 2015				

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and 2016.

The operating result of the company declined with -26.73 % between 2015 and 2016. This evolution implies an decrease of the company's economic profitability.

The result of these changes is a reduction of the company's Economic Profitability of -30.52 % of the analysed period, being equal to 3.62 in the year 2016.

This fall has contributed to a asset turnover decrease, whose index evolved from -2.52 to a level of 1.16.

The Net Result of the company decreased by -26.15 % between 2015 and 2016.

The company's Financial Profitability has been positively affected by the financial activities in comparison to the EBITs behaviour. The result of these variations is a profitability increase of -30.71 % of the analysed period, being 4.22 in the year 2016.

The company's financial profitability has been positively affected by its financial structure.

The turnover of the company decreased by -9.64 % between 2014 and 2015.

The operating result of the company grew with 69.04 % between 2014 and 2015. This evolution implies an increase of the company's economic profitability.

The result of these changes is an increase of the company's Economic Profitability of 70.82 % of the analysed period, being equal to 5.21 in the year 2015.

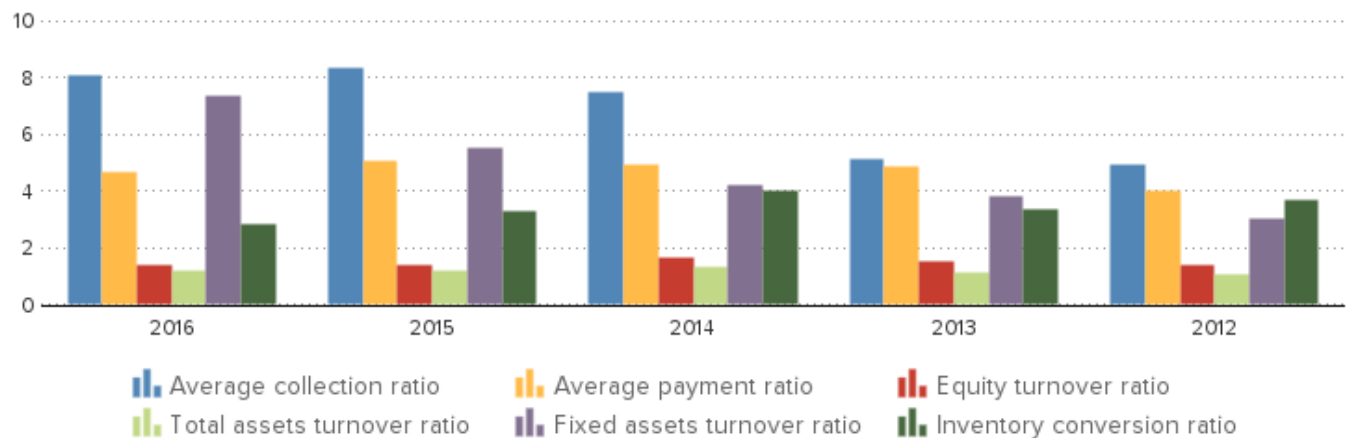
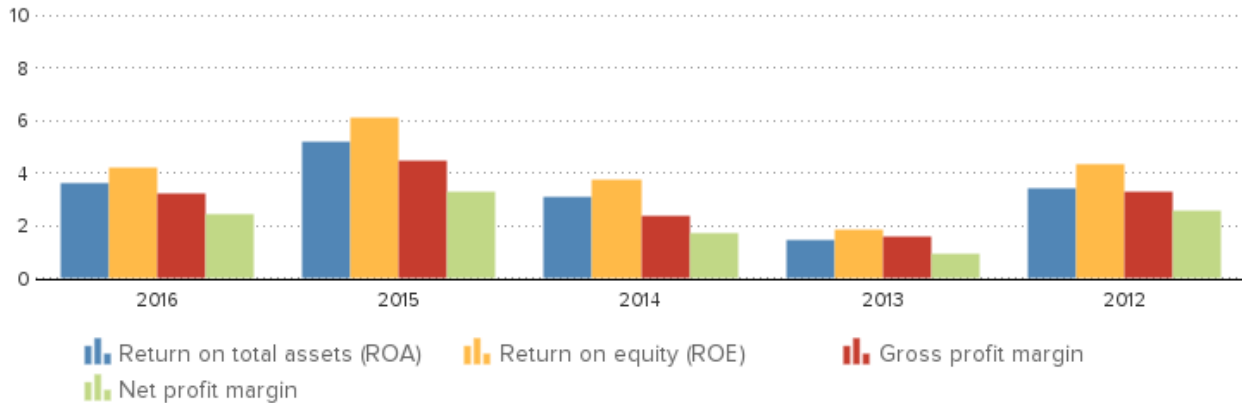
Despite the growth the assets turnover decreased, whose index evolved with -9.85 % to a level of 1.19.

The Net Result of the company increased by 72.18 % between 2014 and 2015.

The company's Financial Profitability has been positively affected by the financial activities in comparison to the EBITs behaviour.

The result of these variations is a profitability increase of 63.71 % of the analysed period, being 6.09 in the year 2015.

The company's financial structure has slowed down its financial profitability.



## **COUNTRY INFORMATION**

Population	46.4 million
GDP per capita	26.565 USD
Country risk	Low
Company risk	Very Low

## **PUBLICATIONS**

Remarks	Status: Active
	Status date: 1963-06-28
	Category: Medium sized company
	Last year: 2016
	Turnover last year: 8.398.715 EUR

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Result last year: 203.623 EUR  
TOTAL assets last year: 7.267.437 EUR  
Number of employees: 58  
Number of shareholders: 2  
Number of subsidiaries: 0  
Number of branches: 0

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 68.59
UK Pound	1	INR 90.85
Euro	1	INR 80.25
Euro	1	INR 80.18

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

**INFORMATION DETAILS**

<b>Analysis Done by :</b>	NIY
<b>Report Prepared by :</b>	KET

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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)