

MIRA INFORM REPORT

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|---------------|------------|
| Report No. : | 520522 |
| Report Date : | 18.07.2018 |

IDENTIFICATION DETAILS

| | |
|-------------------------|---|
| Name : | KB IMPEX LIMITED |
| Registered Office : | Room F2-23, Block 2, 2/F., Hang Fung Industrial Building, 2G Hok Yuen Street, Hung Hom, Kowloon |
| Country : | Hongkong |
| Date of Incorporation : | 11.02.2015 |
| Com. Reg. No.: | 64410980 |
| Legal Form : | Private Limited Company |
| Line of Business : | Importer, Exporter and Wholesaler of Diamonds and Jewellery. |
| No. of Employees : | 2 |

RATING & COMMENTS

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

| | |
|-----------------|---|
| MIRA's Rating : | C |
|-----------------|---|

| Credit Rating | Explanation | Rating Comments |
|---------------|------------------|---|
| C | Medium High Risk | Business dealings permissible preferably on secured basis |

| | |
|---------------------|--------------------|
| Status : | Very Small Company |
| Payment Behaviour : | Slow |
| 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) |
|--------------|---------------------------------|--------------------------------|
| Hong Kong | 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 |

HONG KONG - 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.

Hong Kong's open economy left it exposed to the global economic slowdown that began in 2008. Although increasing integration with China through trade, tourism, and financial links aided a more rapid initial recovery than many observers anticipated, its continued reliance on foreign trade and investment leaves it vulnerable to renewed global financial market volatility or a slowdown in the global economy.

The Hong Kong Government is promoting the Special Administrative Region (SAR) as the site for Chinese 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; and RMB trade settlement is allowed. The territory far exceeded the RMB conversion quota set by Beijing for trade settlements in 2010 due to the growth of earnings from exports to the mainland. RMB deposits grew to roughly 9.4% of total system deposits in Hong Kong by the end of 2015. The government is pursuing efforts to introduce additional use of RMB in Hong Kong financial markets and is seeking to expand the RMB quota.

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 has surged from 4.5 million in 2001 to 47.3 million in 2014, outnumbering visitors from all other countries combined. Mainland visitors to Hong Kong declined 3% in 2015 to approximately 45.7 million, reflecting an overall drop of 2.5% in total visitors to Hong Kong. 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 51% of the firms listed on the Hong Kong Stock Exchange and accounted for about 62.1% 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, 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, and will improve access to the mainland's service sector for Hong Kong-based companies.

Credit expansion and a tight housing supply have caused Hong Kong property prices to rise rapidly; consumer prices increased 2.6% in 2016, but slowed to 2.0% in 2017. Lower- and middle-income segments of the population are increasingly unable to afford adequate housing.

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 Mutual Recognition of Funds, and The Hong Kong Shanghai Gold Connect are all important steps towards opening up the Mainland's capital markets and has reinforced Hong Kong's leading role as China's offshore RMB market. Additional connect schemes from bonds to commodities and other investment products are also under exploration by Hong Kong authorities.

Source : CIA

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COMPANY NAME & ADDRESS

KB IMPEX LIMITED

ADDRESS: Room F2-23, Block 2, 2/F., Hang Fung Industrial Building, 2G Hok Yuen Street, Hung Hom, Kowloon, Hong Kong.

PHONE: Not available

MANAGEMENT

Managing Director: Mr. Samkit Ashwinbhai Sanghvi

SUMMARY

Incorporated on: 11th February, 2015.

Organization: Private Limited Company.

Issued Share Capital: HK\$1,000,000.00

Business Category: Importer, Exporter and Wholesaler.

Employees: 2.

Main Dealing Banker: The Hongkong & Shanghai Banking Corp. Ltd., Hong Kong.

Banking Relation: Satisfactory.

ADDRESS

Registered Office:-

Room F2-23, Block 2, 2/F., Hang Fung Industrial Building, 2G Hok Yuen Street, Hung Hom, Kowloon, Hong Kong.

Associated Company:-

Fancy Diamonds India Pvt. Ltd., India.

BUSINESS REGISTRATION NUMBER

64410980

COMPANY FILE NUMBER

2203017

ISSUED SHARE CAPITAL

HK\$1,000,000.00

SHAREHOLDER

(As per registry dated 11-02-2017)

| Name | No. of shares |
|---------------------------|--------------------|
| Samkit Ashwinbhai SANGHVI | 1,000,000 ===== |

DIRECTOR

(As per registry dated 28-04-2017)

| Name | Address |
|--|--|
| (Nationality) Samkit Ashwinbhai SANGHVI | Flat No. 34, 3/F., 68 Brij Kutir CHS, Napeansea Road, Mimbai 400006, India. |

SECRETARY

(As per registry dated 11-02-2017)

| Name | Address | Co. No. |
|----------------------|---|---------|
| CBest Solutions Ltd. | Suite 703, 7/F., Empress Plaza, 17-19 Chatham Road, South, Tsimshatsui, Kowloon, Hong Kong. | 1295959 |

HISTORY

The company was incorporated on 11th February, 2015 as a private limited liability company under the Hong Kong Companies Ordinance.

Formerly the subject's registered address was located at Suite 703, 7/F., Empress Plaza, 17-19 Chatham Road South, Tsimshatsui, Kowloon, Hong Kong where was the operating office of a commercial service provider known as CBest Solutions Ltd. The subject moved to the present address with effect from 5th June, 2017.

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

OPERATIONS

Activities: Importer, Exporter and Wholesaler.
Lines: Diamonds and Jewellery.
Employees: 2.
Commodities Imported: India, Europe, etc.
Markets: Hong Kong, China, other Asian countries, etc.
Terms/Sales: CAD, L/C or as per contracted.
Terms/Buying: L/C, T/T, D/P, etc.

FINANCIAL INFORMATION

Issued Share Capital: HK\$1,000,000.00
Profit or Loss: Keeping a balance account in Hong Kong.
Condition: Business is under development.
Facilities: Adequate for current running.
Payment: Slow .
Commercial Morality: Satisfactory.

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Banker: The Hongkong & Shanghai Banking Corp. Ltd., Hong Kong.
Standing: Small.

GENERAL

KB Impex Limited was incorporated on 11th February, 2015 as a private limited liability company.

The subject moved to the present address in June 2017.

The subject has issued 1 million ordinary shares of HK\$1.00 each of which are wholly-owned by Mr. Samkit Ashwinbhai Sanghvi who is an India merchant.

He is an India passport holder and a Hong Kong ID holder. Now, he has got the right to reside in Hong Kong. He is also the only director of the subject. However, his registered address is in Mumbai, India.

The subject has had an associated company in India known as Fancy Diamonds India Pvt. Ltd. [Fancy Diamonds]. Mr. Samkit Ashwinbhai Sanghvi is also one of the directors of Fancy Diamonds. Fancy Diamonds was incorporated on 30th June, 1999 in India.

The subject is also a diamond trader. It is engaged in importing, exporting and wholesaling all kinds of loose diamonds.

Its loose diamonds are sourced from India and Europe. Prime markets are Hong Kong, China, India, the other Asian countries, etc.

The subject's business has become active since June 2017. History in Hong Kong is about three years.

On the whole, since the trading history of the subject is short, consider it good for normal business engagements on L/C basis.

FOREIGN EXCHANGE RATES

| Currency | Unit | Indian Rupees |
|-----------|------|---------------|
| US Dollar | 1 | INR 68.30 |
| UK Pound | 1 | INR 90.52 |
| Euro | 1 | INR 80.10 |
| HKD | 1 | INR 8.72 |

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

INFORMATION DETAILS

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|----------------------|-----|
| Analysis Done by : | PRA |
| Report Prepared by : | NIT |

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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)