

MIRA INFORM REPORT

Report No. :	520951
Report Date :	19.07.2018

IDENTIFICATION DETAILS

Name :	DD DIAMONDS HK LIMITED
Registered Office :	Unit D2, 12/F., Winner Building, 36 Man Yue Street, Hungghom, Kowloon
Country :	Hong Kong
Date of Incorporation :	22.07.2015
Com. Reg. No.:	65043493
Legal Form :	Private Limited Company
Line of Business :	Importer, Exporter and Wholesaler of All Kinds of Diamonds
No. of Employees :	2

RATING & COMMENTS

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

MIRA's Rating :	B
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Credit Rating	Explanation	Rating Comments
B	Medium Risk	Business dealings permissible on a regular monitoring basis

Status :	Moderate
Payment Behaviour :	Slow but Correct
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.

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.

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

DD DIAMONDS HK LIMITED

ADDRESS: Unit D2, 12/F., Winner Building, 36 Man Yue Street, Hungghom, Kowloon, Hong Kong.

PHONE: 852-2721 8555, 9283 0602

FAX: 852-2721 8550

MANAGEMENT

Managing Director: Mr. Dishank Satish Shah

SUMMARY

Incorporated on: 22nd July, 2015.

Organization: Private Limited Company.

Issued Share Capital: HK\$20,500.00

Business Category: Importer, Exporter and Wholesaler.

Employee: 2.

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

Banking Relation: Satisfactory.

ADDRESS

Registered Office:-

Unit D2, 12/F., Winner Building, 36 Man Yue Street, Hungghom, Kowloon, Hong Kong.

Related Company:-

Dhanera Diamonds Ltd., Hong Kong. (Same address)

BUSINESS REGISTRATION NUMBER

65043493

COMPANY FILE NUMBER

2265914

ISSUED SHARE CAPITAL

HK\$20,500.00

SHAREHOLDERS

(As per registry dated 22-07-2017)

<u>Name</u>	<u>No. of shares</u>
Rajesh Vasantlal SHAH 903, Anand Villa Deepa Complex, Adajan Road, Surat, 395009, Gujarat, India.	10,000
Dishank Satish SHAH	10,500
Total:	20,500 =====

DIRECTOR

(As per registry dated 22-07-2017)

<u>Name</u>	<u>Address</u>
(<u>Nationality</u>) Dishank Satish SHAH	Flat B, 12/F., Luna Court, 55 Kimberley Road, Tsimshatsui, Kowloon, Hong Kong.

SECRETARY

(As per registry dated 12-10-2017)

<u>Name</u>	<u>Address</u>	<u>Co. No.</u>
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<u>Name</u>	<u>Address</u>	<u>Co. No.</u>
Buttar Secretarial Ltd.	Unit 13, 16/F., Asia Trade Centre, 79 Lei Muk Road, Kwai Chung, New Territories, Hong Kong.	2086550

HISTORY

The subject was incorporated on 22nd July, 2015 as a private limited liability company under the Hong Kong Companies Ordinance.

Formerly, the subject's registered address was located at 'Room 1207, 12/F., Wing Tuck Commercial Centre, 177-183 Wing Lok Street, Sheung Wan, Hong Kong' where was the operating office of the subject's company secretary. It moved to the present address with effect from 18th January, 2017.

The subject changed its company secretary to Buttar Secretarial Ltd. on 12th October, 2017. Apart from these, neither material change nor amendment has been ever traced and noted.

OPERATIONS

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

FINANCIAL INFORMATION

Issued Share Capital:	HK20,500.00
Profit or Loss:	Made a small profit in 2017.
Condition:	Business keeps on improving.
Facilities:	Adequate for current running.

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Payment: Slow but correct.
Commercial Morality: Satisfactory.
Banker: The Hongkong & Shanghai Banking Corp. Ltd., Hong Kong.
Standing: Small.

GENERAL

DD Diamonds HK Limited was incorporated on 22nd July, 2015 as a private limited liability company. Formerly the subject had issued 10,000 ordinary shares of HK\$1.00 each which were wholly-owned by Mr. Rajesh Vasantlal Shah (R V Shah). In December 2016, the subject issued 10,500 more shares of HK\$1.00 each which were all allotted to Mr. Dishank Satish Shah (D S Shah). Now, the subject is 51.2% held by D S Shah and 48.8% held by R V Shah.

D S Shah is a Hong Kong ID holder and has got the right to reside in Hong Kong. He is also the only director of the subject. He can be reached at his Hong Kong mobile phone number 852-9283 0602.
R V Shah is an India passport holder and its registered address is in Gujarat, India.

The subject moved to the present address in January 2017. The subject shares the same office with another company known as Dhanera Diamonds Ltd. [DDL], a Hong Kong-registered company. DDL seems to be also owned by the family Shah. The contact person of DDL is Mr. Sunny Shah who can be reached at his Hong Kong mobile phone number 852-9825 9099.

The subject is a diamond trader. It is a diamond importer, exporter and wholesaler. It is trading in loose, polished and cut diamonds. Most of the commodities are imported from India. Prime markets are Hong Kong, China, India and the other Asian countries. Business keeps on improving.
The subject's business is chiefly handled by D S Shah himself in Hong Kong. History is just about three years. On the whole, consider it good for normal business engagements in small credit amounts.

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 68.57
UK Pound	1	INR 89.73
Euro	1	INR 79.74
HKD	1	INR 8.76

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

INFORMATION DETAILS

Analysis Done by :	VIV
Report Prepared by :	TPT

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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)