

## MIRA INFORM REPORT

Report No. :	521912
Report Date :	25.07.2018

### IDENTIFICATION DETAILS

Name :	HYUNDAE FITTING CO., LTD.
Formerly Known As :	HYUNDAE FITTING INDUSTRY CO
Registered Office :	21, Gwahaksandan-ro 369beon-gil, Gangseo-gu, Busan, Korea, 46742
Country :	South Korea
Financials (as on) :	31.12.2017
Date of Incorporation :	08.04.1996
Com. Reg. No.:	606-81-60601
Legal Form :	Co., Ltd by Shares
Line of Business :	Manufacture of Pipes and Tubes, of Non-cast Iron or Steel [Fitting, Flange, Welding Neck Flange]
No. of Employees :	62

**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>	Satisfactory
<b>Payment Behaviour :</b>	No Complaints
<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)
South Korea	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

**SOUTH KOREA - ECONOMIC OVERVIEW**

After emerging from the 1950-53 war with North Korea, South Korea emerged as one of the 20th century's most remarkable economic success stories, becoming a developed, globally connected, high-technology society within decades. In the 1960s, GDP per capita was comparable with levels in the poorest countries in the world. In 2004, South Korea joined the trillion-dollar club of world economies.

Beginning in the 1960s under President PARK Chung-hee, the government promoted the import of raw materials and technology, encouraged saving and investment over consumption, kept wages low, and directed resources to export-oriented industries that remain important to the economy to this day. Growth surged under these policies, and frequently reached double-digits in the 1960s and 1970s. Growth gradually moderated in the 1990s as the economy matured, but remained strong enough to propel South Korea into the ranks of the advanced economies of the OECD by 1997. These policies also led to the emergence of family-owned chaebol conglomerates such as Daewoo, Hyundai, and Samsung, which retained their dominant positions even as the government loosened its grip on the economy amid the political changes of the 1980s and 1990s.

The Asian financial crisis of 1997-98 hit South Korea's companies hard because of their excessive reliance on short-term borrowing, and GDP ultimately plunged by 7% in 1998. South Korea tackled difficult economic reforms following the crisis, including restructuring some chaebols, increasing labor market flexibility, and opening up to more foreign investment and imports. These steps lead to a relatively rapid economic recovery. South Korea also began expanding its network of free trade agreements to help bolster exports, and has since implemented 16 free trade agreements covering 58 countries—including the United State and China—that collectively cover more than three-quarters of global GDP.

In 2017, the election of President MOON Jae-in brought a surge in consumer confidence, in part, because of his successful efforts to increase wages and government spending. These factors combined with an uptick in export growth to drive real GDP growth to more than 3%, despite disruptions in South Korea's trade with China over the deployment of a US missile defense system in South Korea.

In 2018 and beyond, South Korea will contend with gradually slowing economic growth - in the 2-3% range - not uncommon for advanced economies. This could be partially offset by efforts to address challenges arising from its rapidly aging population, inflexible labor market, continued dominance of the chaebols, and heavy reliance on exports rather than domestic consumption. Socioeconomic problems also persist, and include rising inequality, poverty among the elderly, high youth unemployment, long working hours, low worker productivity, and corruption.

Source : CIA

## **BASIC INFORMATION**

Company Name	HYUNDAE FITTING CO., LTD. (Trade Name : HDFCO)
Registered Address	21, Gwahaksandan-ro 369beon-gil, Gangseo-gu, Busan, Korea
Building	
Zip Code	46742
Tel	+82-51-831-0891~5
Fax	+82-51-831-0896
E-mail	hdfco@hdfco.co.kr
Website	www.hdfco.co.kr
Trading Address	21, Gwahaksandan-ro 369beon-gil, Gangseo-gu, Busan, Korea (Old Address System : 1202-5, Jisa-dong, Gangseo-gu, Busan, Korea)
Tel	+82-2-521-2345
Fax	+82-2-521-2344
Other Address	101, Myeongnyesandan 5-ro, Jangan-eup, Gijang-gun, Busan, Korea (Old Address System : 692, Jang-an-ri, Jangan-eup, Gijang-gun, Busan, Korea)
Tel	
Fax	
Type	Export/Import
Industry	Manufacture of Pipes and Tubes, of Non-cast Iron or Steel
Main Business	Fitting, Flange, Welding Neck Flange
Sub Business	
Established (mm/dd/yyyy)	04/08/1996

## **DETAILED PRODUCTS**

<b>Activity</b>	<b>Detailed Products (UNSPSC)</b>
Sell	Pipe fittings(40142300)
Sell	Pipe flanges(40142400)

## **CEO'S**

Name	Ha Meang-Sung
Date of Birth	01/21/1959
Title	Co-President & CEO
Nationality	Korean

## **PROFILES**

Capital (KRW)	100,000,000
Employees	62
Formation	Co., Ltd by Shares
Bank Details	Gyungnam Bank-Noksan Branch Industrial Bank of Korea KEB Hana Bank Citibank, Korea
Corporate Registered No.	1801110-202597
Business Registered No.	606-81-60601
Permit & Licenses	10/2003 ISO 9001 02/2009 ISO 9001

Int'l Trade No.: 12059948

Shareholder Position	Name	Shares	%
	HA MEANG-SUNG	5,102	51.02
	STIC PRIVATE EQUITY FUND L.P	3,941	39.41
	STIC SHARIAH PRIVATE EQUITY FUND L.P	709	7.09
	THE SUBJECT'S EMPLOYEE STOCK OWNERSHIP ASSOCIATION	248	2.48
	TOTAL	10,000	100.00

Company History	02/1992 Established as Hyundai Fitting Industry Co.(Sole Proprietorship) 04/08/1996 Incorporated as the present name 12/01/2007 Moved to the present HQ address from 60-16, Noksansandan 381-ro, Gangseo-gu, Busan, Korea (Old Address System : 1646-4, Songjeong-Dong, Kangseo-Gu, Busan, Korea) 10/22/2015 Increased the authorized shares to 400,000 shares from 40,000 shares
-----------------	---

## **DETAILED INFORMATION**

### **Management**

Job Description	Name	Nationality	Date of Birth	Inauguration Date
Co-President & CEO	Ha Meang-Sung	Korean	01/21/1959	04/08/2002
Co-President & CEO	Kang Ki-Woong	Korean	11/15/1959	09/28/2016
Director	Kwak Dong-Gerl	Korean	07/05/1959	11/27/2015
Director	Lee Kyung-Hyung	Korean	05/19/1971	11/27/2015
Director	Kim Sang-Pyo	Korean	08/03/1965	03/29/2016
Director	Park Hae-Bok	Korean	07/30/1967	09/28/2016
Auditor	Lee Byung-Kook	Korean	03/20/1958	03/16/2017

**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.

## **FINANCIALS**

Year / Unit : KRW	Sales	Assets	Net Income
2017	19,518,324,233	59,165,152,211	1,201,547,934
2016	17,129,163,211	61,162,572,094	4,347,142,665
2015	31,888,008,883	64,145,242,950	6,937,196,297
2014	46,098,578,422	57,780,056,220	14,083,311,962
2013	43,249,256,629	49,273,677,226	9,611,007,108
2012	32,946,787,934	41,186,207,868	6,219,209,968
2011	22,096,619,864	35,587,814,826	3,443,303,822
2010	12,561,916,312	23,251,005,302	1,447,963,403

### **Financial Description**

Authorized Capital(KRW)	4,000,000,000
Paid-Up Capital(KRW)	100,000,000
Total Issued Shares	10,000

### **Balance Sheet**

Unit : Korean Won	As of 12/31/2017	As of 12/31/2016	As of 12/31/2015
Total Assets	59,165,152,211	61,162,572,094	64,145,242,950
Current Assets	32,296,777,226	35,628,246,176	38,958,652,518
-Quick Assets	24,920,890,435	29,012,408,513	34,064,080,138
-Inventories	7,375,886,791	6,615,837,663	4,894,572,380
Fixed Assets	26,868,374,985	25,534,325,918	25,186,590,432
-Investment	12,310,161,700	11,934,644,737	12,333,439,618
-Tangibles	13,793,274,117	12,966,408,180	12,448,015,480
-Intangibles	28,611,668	19,430,001	16,293,334
-Others	736,327,500	613,843,000	388,842,000
Total Liabilities	5,584,415,499	6,464,472,229	10,347,836,847
Current Liabilities	5,584,415,499	6,464,472,229	10,347,836,847
Fixed Liabilities	-	-	-
Capital Stock	100,000,000	100,000,000	100,000,000
Capital Surplus			
Profit Surplus	53,558,639,996	54,530,662,062	53,653,519,397
Capital Adjustment	-77,903,284	67,437,803	43,886,706
Total Equity	53,580,736,712	54,698,099,865	53,797,406,103
Liab. & Shareholder's Equity	59,165,152,211	61,162,572,094	64,145,242,950
Current Liabilities	5,584,415,499	6,464,472,229	10,347,836,847
Trade Payables	1,389,246,963	895,151,669	1,444,107,319
Account Payables	111,902,483	139,198,541	75,648,378
Withholdings	332,495,256	315,548,026	115,368,410
Advance Receipts	6,769,615	5,432,668	-
VAT Withhold	24,164,970	-	222,597,429
Accrued Expenses	248,125,507	233,425,886	233,228,545

**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.

Short-Term Borrowings	3,442,180,794	4,875,715,439	7,485,912,868
Accrued Income Tax	29,529,911	-	770,973,898
Fixed Liabilities	-	-	-

**Income Statement**

Unit : Korean Won	As of 12/31/2017	As of 12/31/2016	As of 12/31/2015
Sales	19,518,324,233	17,129,163,211	31,888,008,883
Cost of Sold Goods	16,258,330,743	12,095,594,775	16,316,481,464
Gross Profit	3,259,993,490	5,033,568,436	15,571,527,419
Selling & Admin. Expenses	3,199,629,447	4,215,950,870	7,117,398,425
Operating Income	60,364,043	817,617,566	8,454,128,994
Non-Operating Income	1,680,854,285	4,592,114,169	1,852,558,028
Non-Operating Expenses	239,145,368	530,549,873	1,069,005,432
Income Before Taxes	1,502,072,960	4,879,181,862	9,237,681,590
Income Taxes Expenses	300,525,026	532,039,197	2,300,485,293
Net Income	1,201,547,934	4,347,142,665	6,937,196,297

**Cash Flows**

Unit : Korean Won	As of 12/31/2017	As of 12/31/2016	As of 12/31/2015
Cash Flows from Operating	189,254,113	3,385,423,508	1,291,831,604
-Net Income	1,201,547,934	4,347,142,665	6,937,196,297
-Exp. without Cash Outflow	825,000,282	716,661,945	4,305,738,005
-Revenue without Cash Inflows	-349,468,310	-2,728,276,119	-348,412,770
-Changes in Asset/ & Liability	-1,487,825,793	1,049,895,017	-9,602,689,928
Cash Flows from Investing	-1,968,763,071	2,907,537,490	-433,456,614
-Cash Inflow from Investing	13,534,050,461	16,575,808,490	29,143,574,592
-Cash Outflows for Investing	-15,502,813,532	-13,668,271,000	-29,577,031,206
Cash Flows from Financing	-3,292,875,112	-6,221,773,415	523,627,634
-Cash Inflows from Financing	6,395,151,279	8,858,715,908	9,572,301,921
-Cash Outflows from Financing	-9,688,026,391	-15,080,489,323	-9,048,674,287
Increase/Decrease in Cash	-5,072,384,070	71,187,583	1,382,002,624
Cash at the Beginning of Year	11,859,810,088	11,788,622,505	10,406,619,881
Cash at the End of Year	6,787,426,018	11,859,810,088	11,788,622,505

## **PRODUCTS, TECHNOLOGIES, SERVICES DESCRIPTION**

Main Products & Services      Fitting, Flange, Welding Neck Flange

**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.

## **TRADE PARTNERS & COMPETITORS**

Suppliers	
Customers	DAEWOO SHIPBUILDING & MARINE ENGINEERING CO., LTD.(110111-2095837)
Competitors	KPC CORPORATION(170111-0019605) 301-7, GAKSAN-DONG, DONG-GU, DAEGU, KOREA TEL:+82-53-962-4839 FAX:+82-53-962-6383
	HYUNDAI TITANIUM(110111-1115488) 67B-13L, NAMDONG INDUSTRIAL COMPLEX, 628, GOJAN-DONG, NAMDONG-GU, INCHEON, KOREA TEL:+82-32-813-0114 FAX:+82-32-813-9114
	ALL MET CO., LTD.(135511-0129780) 2MA-507-1, SIHWA INDUSTRIAL COMPLEX, 2092-13, JEONGWANG 2- DONG, SIHEUNG-SI, GYEONGGI-DO, KOREA TEL:+82-31-496-9611 FAX:+82-31-496-9612

## **RELATED PARTIES (SUBSIDIARIES, JOINT-VENTURE & AFFILIATES)**

Cooperative Enterprise	-Insured Company SAMSUNG FIRE & MARINE INSURANCE CO., LTD.(110111-0005078)
------------------------	---

## **SALES BY REGION (ACTIVITY & MARKETS)**

Sales/ Unit :Thousand KRW	2017	2016	2015
Export	354,412	552,154	1,516,366
Domestic	19,163,912	16,577,009	30,371,643
Total	19,518,324	17,129,163	31,888,009

The Subject deals with the companies in India and China.

## **COURT ACTION**

No Records.



**MIRA INFORM PRIVATE LIMITED**  
605, Palmspring, Near D'Mart, Link Road,  
Malad (West), Mumbai - 400 064. INDIA  
Tel : 91-22-40448000 (44 lines)  
Fax : 91-22-40448045 / 40448046  
E-mail : mira@mirainform.com  
info@mirainform.com  
Website : <http://www.mirainform.com>  
<http://www.miraglobalcheck.com>  
<http://www.miraglobalcollections.com>

---

**HYUNDAE FITTING CO., LTD. - 521912**

**PAGE NO. : 9**

---

## **NEWS CLIPPING**

--

**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.

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 69.05
UK Pound	1	INR 90.30
Euro	1	INR 80.54
KRW	1	INR 0.061

**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>	SYL

**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)