

## MIRA INFORM REPORT

<b>Report No. :</b>	537727
<b>Report Date :</b>	02.11.2018

### IDENTIFICATION DETAILS

<b>Name :</b>	NIPPON KINZOKU (MALAYSIA) SDN. BHD.
<b>Registered Office :</b>	2nd Floor, 12b(B), Jalan Sj 6, Taman Selayang Jaya, 68100 Batu Caves, Selangor,
<b>Country :</b>	Malaysia
<b>Financials (as on) :</b>	31.03.2018
<b>Date of Incorporation :</b>	08.08.2012
<b>Com. Reg. No.:</b>	1012914-V
<b>Legal Form :</b>	Private Limited
<b>Line of Business :</b>	Subject is principally engaged in the manufacture of stainless steel products.
<b>No. of Employees :</b>	40 [2018]

### RATING & COMMENTS

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

<b>MIRA's Rating :</b>	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.

**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.

**ECGC Country Risk Classification List**

Country Name	Previous Rating (30.06.2018)	Current Rating (30.09.2018)
Malaysia	A2	A2

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

**MALAYSIA - ECONOMIC OVERVIEW**

Malaysia, an upper middle-income country, has transformed itself since the 1970s from a producer of raw materials into a multi-sector economy. Under current Prime Minister NAJIB, Malaysia is attempting to achieve high-income status by 2020 and to move further up the value-added production chain by attracting investments in high technology, knowledge-based industries and services. NAJIB's Economic Transformation Program is a series of projects and policy measures intended to accelerate the country's economic growth. The government has also taken steps to liberalize some services sub-sectors. Malaysia is vulnerable to a fall in world commodity prices or a general slowdown in global economic activity.

The NAJIB administration is continuing efforts to boost domestic demand and reduce the economy's dependence on exports. Domestic demand continues to anchor economic growth, supported mainly by private consumption, which accounts for 53% of GDP. Nevertheless, exports - particularly of electronics, oil and gas, and palm oil - remain a significant driver of the economy. In 2015, gross exports of goods and services were equivalent to 73% of GDP. The oil and gas sector supplied about 22% of government revenue in 2015, down significantly from prior years amid a decline in commodity prices and diversification of government revenues. Malaysia has embarked on a fiscal reform program aimed at achieving a balanced budget by 2020, including rationalization of subsidies and the 2015 introduction of a 6% value added tax. Sustained low commodity prices throughout the period not only strained government finances, but also shrunk Malaysia's current account surplus and weighed heavily on the Malaysian ringgit, which was among the region's worst performing currencies during 2013-17. The ringgit hit new lows following the US presidential election amid a broader selloff of emerging market assets.

Bank Negara Malaysia (the central bank) maintains adequate foreign exchange reserves; a well-developed regulatory regime has limited Malaysia's exposure to riskier financial instruments, although it remains vulnerable to volatile global capital flows. In order to increase Malaysia's competitiveness, Prime Minister NAJIB raised possible revisions to the special economic and social preferences accorded to ethnic Malays under the New Economic Policy of 1970, but retreated in 2013 after he encountered significant opposition from Malay nationalists and other vested interests. In September 2013 NAJIB launched the new Bumiputra Economic Empowerment Program, policies that favor and advance the economic condition of ethnic Malays.

Malaysia signed the 12-nation Trans-Pacific Partnership (TPP) free trade agreement in February 2016, although the future of the TPP remains unclear following the US withdrawal from the agreement. Along with nine other ASEAN members, Malaysia established the ASEAN Economic Community in 2015, which aims to advance regional economic integration.

Source : CIA

## ***EXECUTIVE SUMMARY***

REGISTRATION NO.	: 1012914-V
COMPANY NAME	: <b>NIPPON KINZOKU (MALAYSIA) SDN. BHD.</b>
FORMER NAME	: N/A
INCORPORATION DATE	: 08/08/2012
COMPANY STATUS	: EXIST
LEGAL FORM	: PRIVATE LIMITED
LISTED STATUS	: NO
REGISTERED ADDRESS	: 2ND FLOOR, 12B(B), JALAN SJ 6, TAMAN SELAYANG JAYA, 68100 BATU CAVES, SELANGOR, MALAYSIA.
BUSINESS ADDRESS	: NO. 18, JALAN I-PARK 1/2, KAWASAN PERINDUSTRIAN I-PARK, BANDAR INDAH PURA,, 81000 KULAI, JOHOR, MALAYSIA.
TEL.NO.	: 07-6606229
FAX.NO.	: 07-6606809
CONTACT PERSON	: KOICHI KAWABE ( MANAGING DIRECTOR )
INDUSTRY CODE	: 24109
PRINCIPAL ACTIVITY	: MANUFACTURE OF STAINLESS STEEL PRODUCTS.
AUTHORISED CAPITAL	: MYR 10,000,000.00 DIVIDED INTO ORDINARY SHARE 10,000,000.00 OF MYR 1.00 EACH.
ISSUED AND PAID UP CAPITAL	: MYR 5,500,000.00 DIVIDED INTO ORDINARY SHARES 5,500,000 CASH OF MYR 1.00 EACH.
SALES	: MYR 31,685,320 [2018]
NET WORTH	: MYR 6,814,186 [2018]
STAFF STRENGTH	: 40 [2018]
LITIGATION	: CLEAR
DEFAULTER CHECK	: CLEAR
FINANCIAL CONDITION	: STABLE
PAYMENT	: NO COMPLAINTS
MANAGEMENT CAPABILITY	: AVERAGE
COMMERCIAL RISK	: N/A
CURRENCY EXPOSURE	: N/A
GENERAL REPUTATION	: SATISFACTORY
INDUSTRY OUTLOOK	: MARGINAL GROWTH

## ***HISTORY / BACKGROUND***

The Subject is a private limited company and is allowed to have a minimum of one and a maximum of forty-nine shareholders. As a private limited company, the Subject shall have a minimum one director. A private limited company is a separate legal entity from its shareholders. As a separate legal entity, the

**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.

Subject is capable of owning assets, entering into contracts, sue or be sued by other companies. The liabilities of the shareholders are to the extent of the equity they have taken up and the creditors cannot claim on shareholders' personal assets even if the Subject is insolvent. The Subject is governed by the Companies Act, 1965 and the company must file its annual returns, together with its financial statements with the Registrar of Companies.

The Subject is principally engaged in the (as a / as an) manufacture of stainless steel products..  
The Subject is not listed on Bursa Malaysia (Malaysia Stock Exchange).

The immediate and ultimate holding company of the Subject is NIPPON KINZOKU CO. LTD, a company incorporated in JAPAN.

**Share Capital History**

Date	Authorised Shared Capital	Issue & Paid Up Capital
31/07/2013	MYR 10,000,000.00	MYR 5,500,000.00
05/02/2013	MYR 5,000,000.00	MYR 2,500,002.00
08/08/2012	MYR 5,000,000.00	MYR 2.00

The major shareholder(s) of the Subject are shown as follows :

**Current Shareholder(s) :**

Name	Address	IC/PP/Loc No	Shareholding	(%)
NIPPON KINZOKU CO. LTD	FURNADO 4-10-1, ITABASHI-KU TOKYO, 174-8560 JAPAN	XLZ00219572	5,500,000.00	100.00
			----- 5,500,000.00 =====	----- 100.00 =====

+ Also Director

**Former Shareholder(s) :**

Name	Country	IC/PP/Loc No	Shareholding	Last Updated
MASAJI KOMINATO	MALAYSIA	TZ0457856	N/A	16/08/2013
TEH EE LYN	MALAYSIA	830915-07-5004	N/A	16/08/2013

***DIRECTORS***

**DIRECTOR 1**

Name Of Subject : YASUYUKI TSUZUKU  
Address : 1397-1, EDA-CHO, AOBA-KU, YOKOHAMA, KANAGAWA, JAPAN.  
IC / PP No : TK3632951  
Nationality : JAPANESE  
Date of : 27/06/2014  
Appointment

**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.

**INTEREST CHECK**

Interest in companies : see below  
Interest in business : none in our databank  
Former interest : none in our databank

**INTEREST IN COMPANY**

N o	Local No	Company	Designati on	App Date	Shareholdi ng		Profit/(loss) After Tax	Financi al Year	Statu s	As At
					No.	%				
1	101291 4V	NIPPON KINZOKU (MALAYSI A) SDN. BHD.	Director	27/06/20 14	0.0 0	-	MYR1,857,57 9.00	2018	-	22/10/20 18

**DIRECTOR 2**

Name Of Subject : NORIO KIMURA  
Address : 26-1, KIZUKISUMIYOSHI-CHO, NAKAHARA-KU, KAWASAKI, KANAGAWA, JAPAN.  
IC / PP No : TR3792465  
Nationality : JAPANESE  
Date of : 27/06/2014  
Appointment

**INTEREST CHECK**

Interest in companies : see below  
Interest in business : none in our databank  
Former interest : none in our databank

**INTEREST IN COMPANY**

N o	Local No	Company	Designati on	App Date	Shareholdi ng		Profit/(loss) After Tax	Financi al Year	Statu s	As At
					No.	%				
1	101291 4V	NIPPON KINZOKU (MALAYSI A) SDN. BHD.	Director	27/06/20 14	0.0 0	-	MYR1,857,57 9.00	2018	-	22/10/20 18

**DIRECTOR 3**

Name Of Subject : KOICHI KAWABE  
Address : A-20-W3, STRAITS VIEW, CONDOMINIUM, 8, JALAN PERMAS, SELATAN, BANDAR  
BARU PERMAS JAYA, 81750 MASAI, JOHOR, MALAYSIA.  
IC / PP No : TK1030019

Nationality : JAPANESE  
Date of : 30/10/2014  
Appointment

**INTEREST CHECK**

Interest in : see below  
companies  
Interest in business : none in our databank  
Former interest : none in our databank

INTEREST IN COMPANY

No	Local No	Company	Designation	App Date	Shareholding		Profit/(loss) After Tax	Financial Year	Status	As At
					No.	%				
1	101291 4V	NIPPON KINZOKU (MALAYSIA) SDN. BHD.	Director	30/10/20 14	0.0 0	-	MYR1,857,57 9.00	2018	-	22/10/20 18

**DIRECTOR 4**

Name Of Subject : RYOHEI SHIMIZU  
Address : E-08-E1, STRAITS VIEW CONDOMINIUM, 8, JALAN PERMAS SELATAN, BANDAR  
BARU PERMAS JAYA, 81750 MASAI, JOHOR, MALAYSIA.  
IC / PP No : TR5578342  
Nationality : JAPANESE  
Date of : 13/05/2016  
Appointment

**INTEREST CHECK**

Interest in : see below  
companies  
Interest in business : none in our databank  
Former interest : none in our databank

INTEREST IN COMPANY

No	Local No	Company	Designation	App Date	Shareholding		Profit/(loss) After Tax	Financial Year	Status	As At
					No.	%				
1	101291 4V	NIPPON KINZOKU (MALAYSIA) SDN. BHD.	Director	13/05/20 16	0.0 0	-	MYR1,857,57 9.00	2018	-	22/10/20 18

## ***FORMER DIRECTOR(S)***

<b>Name</b>	<b>Address</b>	<b>IC/PP No</b>	<b>Appointed Date</b>	<b>Withdrawn Date</b>
TEH EE LYN	12, JALAN SAGA SD 8/2E, BANDAR SRI DAMANSARA, KUALA LUMPUR, WILAYAH PERSEKUTUAN, MALAYSIA	830915-07-5004	08/08/2012	17/02/2014
SHOICHI TAKAHASHI	#1-3, PALM GARDEN, 15, JALAN MARIAMAH 7, JOHOR BAHRU, JOHOR, MALAYSIA	TG8421512	23/10/2012	30/10/2014
SEIGO MIHARA	07-08, UJANA APARTMENT, NO. 9, PERSIARAN LEDANG HEIGHTS, EAST LEDANG, NUSAJAYA, JOHOR, MALAYSIA	TK7907831	23/10/2012	27/06/2014
MASAJI KOMINATO	NO. 05-03, CLEAR WATER RESIDENCE, CHANGKAT SEMANTAN, DAMANSARA HEIGHTS, KUALA LUMPUR, WILAYAH PERSEKUTUAN, MALAYSIA	TZ1134778	08/08/2012	17/02/2014
SHIZUYA YAMASHITA	ROOM NO. 36/41, VIA BOTANI CONDOMINIUM, SUKHUMVIT 47 RD., KLONGTON-NUA, WATTANA BANGKOK THAILAND, MALAYSIA	TG6197993	27/06/2014	27/09/2016
MASAFUMI SATO	2106, PANGSAPURI MOLEK PINE 3, NO. 7, JALAN MOLEK 1/27, TAMAN MOLEK, JOHOR BAHRU, JOHOR, MALAYSIA	TH9926542	27/06/2014	13/05/2016

Note : The above information was generated from our database.

## ***MANAGEMENT***

- 1) Name of Subject Position : KOICHI KAWABE  
: MANAGING DIRECTOR

## ***AUDITOR***

<b>Firm No</b>	<b>Firm Name</b>	<b>Address</b>	<b>As At Date</b>
AF1428	ASQ PLT	SUITE 15.05, LEVEL 15, CITY SQUARE OFFICE TOWER, 106-108, JALAN WONG AH FOOK, 80000 JOHOR BAHRU, JOHOR, MALAYSIA.	31/03/2018

**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.

## ***COMPANY SECRETARIES***

- 1) Company : MS. TAN POO CHIN  
Secretary  
IC / PP No : A2199473  
New IC No : 720614-14-5024  
Address : 8, JALAN SERI BINTANG 9 (6/36), BUKIT SERI BINTANG, KEPONG, 52100  
KUALA LUMPUR, WILAYAH PERSEKUTUAN, MALAYSIA.  
Date of : 08/08/2012  
Appointment

## ***BANKING***

No Banker found in our databank.

## ***ENCUMBRANCE (S)***

<b>Charge No</b>	<b>Creation Date</b>	<b>Charge Description</b>	<b>Chargee Name</b>	<b>Total Charge</b>	<b>Status</b>
1	21/06/2013	FIRST PARTY MEMORANDUM OF DEPOSIT & FIRST PARTY LETTER OF SET OFF	MALAYAN BANKING BERHAD	-	Unsatisfied

## ***CIVIL LITIGATION CHECK - SUBJECT COMPANY AS A DEFENDANT***

\* A check has been conducted in our databank against the Subject whether the Subject has been involved in any litigation. Our databank consists of 99% of the wound up companies in Malaysia.

No legal action was found in our databank.

No winding up petition was found in our databank.

## ***CRIMINAL CHECK - SUBJECT COMPANY AS A DEFENDANT***

\* A check has been conducted in our databank against the Subject whether the Subject has been involved in any litigation. Our databank consists of 99% of the wound up companies in Malaysia.

No criminal record was found in our databank.

## ***CIVIL LITIGATION CHECK - SUBJECT COMPANY AS A PLAINTIFF***

\* A check has been conducted in our databank against the Subject whether the Subject has been involved in any litigation. Our databank consists of 99% of the wound up companies in Malaysia.

No plaintiff record was found in our databank.

## ***CRIMINAL RECORDS CHECK - SUBJECT COMPANY AS A PLAINTIFF***

\* A check has been conducted in our databank against the Subject whether the Subject has been involved in any litigation. Our databank consists of 99% of the wound up companies in Malaysia.

No plaintiff record was found in our databank.

## ***DEFAULTER CHECK AGAINST SUBJECT***

\* We have checked through the Subject in our defaulters' database which comprised of debtors that have been listed by our customers and debtors that have been placed or assigned to us for collection.

No defaulter record & debt collection case was found in our defaulters' databank.

## ***RED ALERT FROM CENTRAL BANK OF MALAYSIA***

\* A check has been conducted with the Central Bank of Malaysia whether the Subject has carried out any illegal or suspicious financial activities.

**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.

The Subject has not been carried out any illegal money services business without licence under the Money Services Business Act 2011.

The Subject has not been placed under the Financial Consumer Alert list by the Central Bank of Malaysia.

## ***INVESTOR ALERT BY SECURITIES COMMISSION MALAYSIA & BURSA MALAYSIA***

*\* A check has been conducted with the Securities Commission Malaysia whether the Subject has involved in any unlicensed capital market activities under the Securities Laws and Bursa Malaysia should the Subject is listed as Practice Note (PN) 17 or Guidance Note (GN) 3.*

The Subject has not been carried out any unlicensed capital market activities.

## ***PAYMENT RECORD***

### SOURCES OF RAW MATERIALS:

Local : N/A  
Overseas : N/A

The Subject refused to disclose its suppliers.

The Subject refused to provide any name of trade/service supplier and we are unable to conduct any trade enquiry. However, from financial historical data we conclude that :

### OVERALL PAYMENT HABIT

Prompt 0-30 Days	[ ]	Good 31-60 Days	[ ]	Average 61-90 Days	[ X ]
Fair 91-120 Days	[ ]	Poor >120 Days	[ ]		

## ***CLIENTELE***

Local : N/A  
Overseas : N/A

The Subject refused to disclose its clientele.

## ***OPERATIONS***

Products manufactured : STAINLESS STEEL PRODUCTS.

Total Number of Employees:

YEAR : 2018  
GROUP : N/A  
COMPANY : 40

Branch : NO

Other Information:

The Subject is principally engaged in the (as a / as an) manufacture of stainless steel products..

The Subject refused to disclose its operation.

## ***RECENT DEVELOPMENT***

We have checked with the Malaysian National News Agency's (BERNAMA) database, but no recent development was noted during the time of inspection.

## ***CURRENT INVESTIGATION***

Latest fresh investigations carried out on the Subject indicated that :

Telephone Number Provided By : N/A

Client

Current Telephone Number : 07-6606229

Match : N/A

Address Provided by Client : NO. 18, JALAN I PARK 1/2, KAWASAN PERINDUSTRIAN I PARK,  
BANDAR INDAH PURA, 81000 KULAL HOHOR

Current Address : NO. 18, JALAN I-PARK 1/2, KAWASAN PERINDUSTRIAN I-PARK,  
BANDAR INDAH PURA,, 81000 KULAI, JOHOR, MALAYSIA.

Match : NO

Latest Financial Accounts : YES

### **Other Investigations**

we contacted one of the staff from the Subject and he provided limited information.

He refused to disclose the bankers.

The address is as per stated in the report.

**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.

## **FINANCIAL ANALYSIS**

### **Profitability**

Turnover	:	Increased	[	2013 - 2018	]
Profit/(Loss) Before Tax	:	Increased	[	2013 - 2018	]
Return on Shareholder Funds	:	Acceptable	[	27.26%	]
Return on Net Assets	:	Favourable	[	39.35%	]

The Subject's turnover increased steadily as the demand for its products / services increased due to the goodwill built up over the years. The higher profit could be attributed to the increase in turnover. The Subject's management had generated acceptable return for its shareholders using its assets.

### **Working Capital Control**

Stock Ratio	:	Unfavourable	[	79 Days	]
Debtor Ratio	:	Unfavourable	[	76 Days	]
Creditors Ratio	:	Favourable	[	0 Days	]

The Subject could be incurring higher holding cost. As its capital was tied up in stocks, it could face liquidity problems. The high debtors' ratio could indicate that the Subject was weak in its credit control. However, the Subject could also giving longer credit periods to its customers in order to boost its sales or to capture / retain its market share. The Subject had a favourable creditors' ratio where the Subject could be taking advantage of the cash discounts and also wanting to maintain goodwill with its creditors.

### **Liquidity**

Liquid Ratio	:	Acceptable	[	0.88 Times	]
Current Ratio	:	Unfavourable	[	1.37 Times	]

The Subject's liquid ratio was slightly low. This could indicate that the Subject's working capital was slightly deficient. The Subject will have to improve its liquidity position either by obtaining short term financing or increase its paid up capital so that it can meet all its short term obligations as and when they fall due.

### **Solvency**

Interest Cover	:	Nil	[	0.00 Times	]
Gearing Ratio	:	Favourable	[	0.00 Times	]

The Subject's interest cover was nil as it did not pay any interest during the year. The Subject had no gearing and hence it had virtually no financial risk. The Subject was financed by its shareholders' funds and internally generated fund. During the economic downturn, the Subject, having a zero gearing, will be able to compete better than those which are highly geared in the same industry.

### **Overall Assessment :**

Generally, the Subject's performance has improved with higher turnover and profit. The Subject's liquidity was at an acceptable range. If the Subject is able to obtain further short term financing, it should be able to meet all its short term obligations. The Subject did not make any interest payment during the year. The Subject was dependent on its shareholders' funds to finance its business needs. The Subject was a zero gearing company, it was solely dependant on its shareholders to provide funds to finance its business. The Subject has good chance of getting loans, if the needs arises.

**Overall financial condition of the Subject : STABLE**

## **MALAYSIA ECONOMIC / INDUSTRY OUTLOOK**

<b>Major Economic Indicators:</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017*</b>	<b>2018**</b>
Population ( Million)	30.0	31.0	31.6	32.1	32.9

**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.

***NIPPON KINZOKU (MALAYSIA) SDN. BHD. - 537727***

***PAGE NO. : 14***

<b>Gross Domestic Products ( % )</b>	<b>6.0</b>	<b>4.6</b>	<b>4.2</b>	<b>5.3</b>	<b>5.4</b>
Domestic Demand ( % )	6.4	6.2	4.3	6.3	6.4
<b>Private Expenditure ( % )</b>	<b>7.9</b>	<b>6.9</b>	<b>7.8</b>	<b>7.4</b>	<b>7.3</b>
Consumption ( % )	6.5	6.1	5.1	6.9	6.8
Investment ( % )	12.0	8.1	10.0	9.3	8.9
<b>Public Expenditure ( % )</b>	<b>2.3</b>	<b>4.2</b>	<b>3.3</b>	<b>5.3</b>	<b>5.5</b>
Consumption ( % )	2.1	4.3	2.0	2.7	1.3
Investment ( % )	2.6	(1.0)	1.1	3.4	3.8
Balance of Trade ( MYR Million )	82,480	91,577	88,145	94,593	96,993
Government Finance ( MYR Million )	(37,414)	(37,194)	(38,401)	(39,887)	(39,790)
<b>Government Finance to GDP / Fiscal Deficit ( % )</b>	<b>(3.4)</b>	<b>(3.2)</b>	<b>(3.1)</b>	<b>(3.0)</b>	<b>(2.8)</b>
Inflation ( % Change in Composite CPI)	3.2	4.0	2.1	3.5	3.0
Unemployment Rate	2.9	3.1	3.4	3.4	3.3
Net International Reserves ( MYR Billion )	428	441	451	450	423
Average Risk-Weighted Capital Adequacy Ratio ( % )	4.00	3.50	-	-	-
<b>Average 3 Months of Non-performing Loans ( % )</b>	<b>2.10</b>	<b>2.00</b>	<b>1.90</b>	-	-
Average Base Lending Rate ( % )	6.85	6.79	6.81	6.73	-
Business Loans Disbursed( % )	18.6	2.2	-	-	-
Foreign Investment ( MYR Million )	43,486.6	43,435.0	-	-	-
Consumer Loans ( % )	-	-	-	-	-
<b>Registration of New Companies ( No. )</b>	<b>49,203</b>	<b>45,658</b>	<b>43,255</b>	<b>47,871</b>	-
Registration of New Companies ( % )	6.1	(7.2)	(5.3)	10.7	-
<b>Liquidation of Companies ( No. )</b>	<b>33,226</b>	<b>34,667</b>	<b>36,778</b>	<b>38,632</b>	-
Liquidation of Companies ( % )	0.5	4.3	6.1	5.0	-
<b>Registration of New Business ( No. )</b>	<b>332,723</b>	<b>364,230</b>	<b>376,720</b>	<b>484,029</b>	-
Registration of New Business ( % )	1.0	9.0	3.0	29.0	-
<b>Business Dissolved ( No. )</b>	<b>26,966</b>	-	-	-	-
Business Dissolved ( % )	48.5	-	-	-	-
Sales of New Passenger Cars ( ' 000 Unit )	588.3	591.3	514.6	527.8	-
Cellular Phone Subscribers ( Million )	44.0	44.2	44.0	-	-
Tourist Arrival ( Million Persons )	27.4	25.7	30.2	30.1	-
Hotel Occupancy Rate ( % )	63.6	58.8	61.2	-	-
Credit Cards Spending ( % )	5.8	6.8	6.3	-	-
Bad Cheque Offenders (No.)	-	-	-	-	-
Individual Bankruptcy ( No.)	22,351	18,457	19,588	18,227	-
Individual Bankruptcy ( % )	1.7	(17.4)	6.1	(7.0)	-
<b>INDUSTRIES ( % of Growth ):</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017*</b>	<b>2018**</b>
<b>Agriculture</b>	<b>2.0</b>	<b>1.3</b>	<b>(5.1)</b>	<b>5.6</b>	<b>2.4</b>
Palm Oil	6.7	7.0	(12.7)	11.8	-
Rubber	(10.4)	(11.0)	(6.3)	10.8	-
Forestry & Logging	(4.2)	(7.2)	(3.0)	(15.0)	-
Fishing	2.7	2.1	2.2	0.2	-
Other Agriculture	6.2	6.0	5.1	2.4	-

**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.

***NIPPON KINZOKU (MALAYSIA) SDN. BHD. - 537727***

***PAGE NO. : 15***

<i>Industry Non-Performing Loans ( MYR Million )</i>	303.8	343.7	420.3	-	-
<i>% of Industry Non-Performing Loans</i>	1.4	1.5	1.8	-	-
<b>Mining</b>	<b>3.3</b>	<b>5.3</b>	<b>2.2</b>	<b>0.5</b>	<b>0.9</b>
Oil & Gas	3.0	3.5	4.5	-	-
Other Mining	46.6	47.1	42.6	-	-
<i>Industry Non-performing Loans ( MYR Million )</i>	63.5	180.1	190.0	-	-
<i>% of Industry Non-performing Loans</i>	0.3	0.8	0.8	-	-
<b>Manufacturing #</b>	<b>6.1</b>	<b>4.9</b>	<b>4.4</b>	<b>5.5</b>	<b>5.3</b>
<b>Exported-oriented Industries</b>	<b>7.1</b>	<b>6.5</b>	<b>4.3</b>	<b>6.5</b>	-
Electrical & Electronics	11.8	9.2	6.8	9.3	-
Rubber Products	(1.3)	5.1	5.0	6.9	-
Wood Products	7.8	7.0	7.8	7.3	-
Textiles & Apparel	10.8	7.5	7.5	7.4	-
<b>Domestic-oriented Industries</b>	<b>7.7</b>	<b>4.7</b>	<b>3.4</b>	<b>6.2</b>	-
Food, Beverages & Tobacco	6.1	8.9	7.5	11.0	-
Chemical & Chemical Products	1.4	3.5	4.5	3.5	-
Plastic Products	2.7	3.9	5.1	-	-
Iron & Steel	2.8	1.6	2.2	-	-
Fabricated Metal Products	2.8	4.6	5.6	4.6	-
Non-metallic Mineral	6.9	6.8	6.3	5.4	-
Transport Equipment	14.4	5.2	(3.1)	4.7	-
Paper & Paper Products	4.7	3.2	5.4	5.8	-
Crude Oil Refineries	13.0	14.3	13.7	-	-
<i>Industry Non-Performing Loans ( MYR Million )</i>	5,730.8	4,243.7	4,214.1	-	-
<i>% of Industry Non-Performing Loans</i>	25.6	19.0	18.5	-	-
<b>Construction</b>	<b>11.7</b>	<b>8.2</b>	<b>7.4</b>	<b>7.6</b>	<b>7.5</b>
<i>Industry Non-Performing Loans ( MYR Million )</i>	1,666.4	1,638.0	1,793.9	-	-
<i>% of Industry Non-Performing Loans</i>	7.5	7.3	7.9	-	-
<b>Services</b>	<b>6.6</b>	<b>5.1</b>	<b>5.6</b>	<b>5.9</b>	<b>5.8</b>
Electric, Gas & Water	3.8	3.6	5.4	2.5	2.6
Transport, Storage & Communication	7.70	7.55	6.85	7.35	7.30
Wholesale, Retail, Hotel & Restaurant	7.70	6.65	6.65	7.05	6.65
Finance, Insurance & Real Estate	5.15	2.90	4.70	5.70	5.90
Government Services	6.3	4.0	4.9	4.4	4.5
Other Services	4.8	4.7	4.8	5.3	5.3
<i>Industry Non-Performing Loans ( MYR Million )</i>	5,373.5	6,806.6	7,190.6	-	-
<i>% of Industry Non-Performing Loans</i>	24.1	30.5	31.5	-	-

\* Estimate / Preliminary

\*\* Forecast

# Based On Manufacturing Production Index

## **INDUSTRY ANALYSIS**

### **MSIC CODE**

24109 : Manufacture of other basic iron and steel products n.e.c.

### **INDUSTRY MANUFACTURING**

:

The manufacturing sector is forecast to increase 5.3% in year 2018 (2017: 5.5%). Output of export-oriented industries is projected to expand on account of sustained demand for E&E, refined petroleum and woods products. Growth in the domestic-oriented industries is anticipated to remain resilient supported by ongoing construction of infrastructure projects as well as strong demand for consumer products, especially food and transport equipment.

Value added of the manufacturing sector expanded further by 5.8% during the first half of 2017 (January – June 2016: 4.4%) with expansion across a wide range of outputs in both the export- and domestic-oriented industries. During the first eight months, production increased 6.4%, while sales rebounded significantly by 15.6% to RM500.2 billion (January – August 2016: 4%; -0.7%; RM432.8 billion). Output of export-oriented industries rose 6.5% (January – August 2016: 4.3%) led by an upturn in global electronics cycle and further enhanced by strong demand for resource-based products. Meanwhile, domestic-oriented industries expanded 6.2% (January – August 2016: 3.4%) benefiting from vibrant consumption and construction activities.

Within the export-oriented industries, E&E output expanded 9.3% while sales surged 16.3% to RM169.5 billion (January – August 2016: 6.8%; 9%; RM145.8 billion). Growth emanated mainly from the expansion in output of printed circuit boards, semiconductor devices and electronic integrated circuits which strengthened further by 24.4%, 11.9% and 16.9% (January – August 2016: 11.9%; 5.9%; 15%), respectively. This is in line with the trend in global semiconductor sales which is expected to expand 11.5% in 2017, the highest level since 2010. On the contrary, the output of computers and peripheral equipment contracted 7.7% (January – August 2016: 3.1%) as a result of lower demand for notebooks and personal computers following rising preferences for smartphones and tablets. Meanwhile, consumer electronics grew at a moderate pace of 2.6% (January – August 2016: 5.3%) partly due to lower demand for in-car entertainment, portable media players and digital cameras.

Output of wood and wood products grew 7.3% (January – August 2016: 7.8%). The growth was primarily supported by output of sawmilling and planning of wood which expanded 14.7% (January – August 2016: 16.8%) in response to strong demand from Australia, Japan and the US. Meanwhile, production of wooden and cane furniture remained steady at 10.9% (January – August 2016: 10.9%), benefiting from greater adoption of technology and diversification of export markets.

Manufacture of food products rose 11.2%, largely attributed to a significant increase in refined palm oil at 26.1% (January – August 2016: 6.3%; -3.3%), following higher production of CPO. Meanwhile, output of other food products grew 7% supported by production of bread, cakes and other bakery (15.6%) as well as biscuits and cookies (12%) to meet the rising demand from households (January – August 2016: 11.1%; 19.2%; 19.1%).

For the year, the manufacturing sector is projected to expand further by 5.5% (2016: 4.4%) mainly attributed to an upturn in global semiconductor sales as well as higher demand for consumer products and construction materials.

### **OVERALL INDUSTRY OUTLOOK : Marginal Growth**

## ***CREDIT RISK EVALUATION & RECOMMENDATION***

Incorporated in 2012, the Subject is a Private Limited company, focusing on manufacture of stainless steel products. Having been in business for more than 5 years, the Subject has established a remarkable clientele base for itself which has contributed to its business growth. A paid up capital of MYR 5,500,000 allows the Subject to expand its business more comfortably. With a strong backing from its holding company, the Subject enjoys timely financial assistance should the needs arise.

The Subject is operating on a medium scale and it has approximately 40 employees in its business operations. Overall, we regard that the Subject's management capability is average. This indicates that the Subject has greater potential to improve its business performance and raising income for the Subject.

We noted that both the turnover and profits have increased compared to the previous year. The higher profit could be due to increase in turnover and better control over its operating costs. Return on shareholders' funds of the Subject was at a favourable range which indicated that the management was efficient in utilising its funds to generate income. The Subject managed to maintain an adequate liquidity level, indicating that the Subject has the ability to meet its financial obligations. Being a zero geared company, the Subject virtually has no financial risk as it is mainly dependent on its internal funds to finance its business. Given a positive net worth standing at MYR 6,814,186, the Subject should be able to maintain its business in the near terms.

The Subject's payment habit is average. With its adequate working capital, the Subject should be able to pay its short term debts.

The industry has reached its maturity stage and only enjoying a marginal growth. The steady growth of the country's economy will further enhance the industry activities. Thus, the Subject's future performance is very much depend on its marketing strategies in order to retain its position in the market.

Based on the above condition, we recommend credit be granted to the Subject normally.

## ***PROFIT AND LOSS ACCOUNT***

### **THE FINANCIAL STATEMENTS WERE PREPARED IN ACCORDANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS(FRS)**

#### **NIPPON KINZOKU (MALAYSIA) SDN. BHD.**

Financial Year End	2018-03-31	2017-03-31	2016-03-31	2015-03-31	2013-12-31
Months	12	12	12	15	12
Consolidated Account	Company	Company	Company	Company	Company
Audited Account	YES	YES	YES	YES	YES
Unqualified Auditor's Report (Clean Opinion)	YES	YES	YES	YES	YES
Financial Type	FULL	FULL	FULL	FULL	FULL
Currency	MYR	MYR	MYR	MYR	MYR

**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.

***NIPPON KINZOKU (MALAYSIA) SDN. BHD. - 537727***

***PAGE NO. : 18***

TURNOVER	31,685,320	29,532,972	22,614,503	22,903,721	7,581,872
Other Income	615,528	477,224	449,464	531,443	186,536
	-----	-----	-----	-----	-----
Total Turnover	32,300,848	30,010,196	23,063,967	23,435,164	7,768,408
	-----	-----	-----	-----	-----
PROFIT/(LOSS) FROM OPERATIONS	2,681,706	1,130,602	185,353	(416,091)	(1,442,404)
	-----	-----	-----	-----	-----
PROFIT/(LOSS) BEFORE TAXATION	2,681,706	1,130,602	185,353	(416,091)	(1,442,404)
Taxation	(824,127)	(853)	-	-	-
	-----	-----	-----	-----	-----
PROFIT/(LOSS) AFTER TAXATION	1,857,579	1,129,749	185,353	(416,091)	(1,442,404)
	-----	-----	-----	-----	-----
<b>RETAINED PROFIT/(LOSS) BROUGHT FORWARD</b>					
As previously reported	(543,393)	(1,673,142)	(1,858,495)	(1,442,404)	-
	-----	-----	-----	-----	-----
As restated	(543,393)	(1,673,142)	(1,858,495)	(1,442,404)	-
	-----	-----	-----	-----	-----
PROFIT AVAILABLE FOR APPROPRIATION S	1,314,186	(543,393)	(1,673,142)	(1,858,495)	(1,442,404)
	-----	-----	-----	-----	-----
RETAINED PROFIT/(LOSS) CARRIED FORWARD	1,314,186	(543,393)	(1,673,142)	(1,858,495)	(1,442,404)
	=====	=====	=====	=====	=====
	=	=	=	=	=
DEPRECIATION (as per notes to P&L)	280,897	298,236	326,299	455,165	145,802
	-----	-----	-----	-----	-----
Total Amortization And Depreciation	280,897	298,236	326,299	455,165	145,802
	=====	=====	=====	=====	=====
	=	=	=	=	=

**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.

## ***BALANCE SHEET***

### **NIPPON KINZOKU (MALAYSIA) SDN. BHD.**

#### **ASSETS**

##### **EMPLOYED:**

FIXED ASSETS	1,891,233	2,142,186	2,321,825	2,592,850	2,936,990
TOTAL LONG TERM ASSETS	1,891,233	2,142,186	2,321,825	2,592,850	2,936,990
<b>CURRENT ASSETS</b>					
Stocks	6,843,747	5,618,696	6,210,465	3,620,700	3,028,504
Trade debtors	6,578,741	3,610,590	2,350,148	2,451,429	1,581,302
Other debtors, deposits & prepayments	56,765	37,159	172,500	84,437	52,445
Short term deposits	2,361,680	296,386	199,196	223,650	191,850
Amount due from holding company	-	170,232	28,368	42,336	28,005
Amount due from related companies	22,181	2,469,179	3,146,793	2,387,586	585,470
Cash & bank balances	3,359,723	2,283,086	2,138,470	2,931,208	1,242,310
Others	1,200	402	195	-	-
TOTAL CURRENT ASSETS	19,224,037	14,485,730	14,246,135	11,741,346	6,709,886
TOTAL ASSET	21,115,270	16,627,916	16,567,960	14,334,196	9,646,876
=	=	=	=	=	=

#### **CURRENT LIABILITIES**

Trade creditors	8,291	25,236	6,663	72,685	14,166
Other creditors & accruals	175,967	164,869	163,981	168,664	96,361
Amounts owing to holding company	13,742,820	11,105,898	12,184,204	9,033,099	3,789,852
Amounts owing to related companies	79,269	375,306	386,254	1,418,243	1,688,901
TOTAL CURRENT LIABILITIES	14,006,347	11,671,309	12,741,102	10,692,691	5,589,280
NET CURRENT ASSETS/(LIABILITIES)	5,217,690	2,814,421	1,505,033	1,048,655	1,120,606

#### **LONG TERM**

**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.

**LIABILITIES**

Deferred taxation	294,737	-	-	-	-
<b>TOTAL LONG TERM LIABILITIES</b>	<b>294,737</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL NET ASSETS</b>	<b>6,814,186</b>	<b>4,956,607</b>	<b>3,826,858</b>	<b>3,641,505</b>	<b>4,057,596</b>
<b>FINANCED BY:</b>					
<b>SHARE CAPITAL</b>					
Ordinary share capital	5,500,000	5,500,000	5,500,000	5,500,000	5,500,000
<b>TOTAL SHARE CAPITAL</b>	<b>5,500,000</b>	<b>5,500,000</b>	<b>5,500,000</b>	<b>5,500,000</b>	<b>5,500,000</b>
<b>RESERVES</b>					
Retained profit/(loss) carried forward	1,314,186	(543,393)	(1,673,142)	(1,858,495)	(1,442,404)
<b>TOTAL RESERVES</b>	<b>1,314,186</b>	<b>(543,393)</b>	<b>(1,673,142)</b>	<b>(1,858,495)</b>	<b>(1,442,404)</b>
<b>SHAREHOLDERS' FUNDS/EQUITY</b>	<b>6,814,186</b>	<b>4,956,607</b>	<b>3,826,858</b>	<b>3,641,505</b>	<b>4,057,596</b>

**FINANCIAL RATIO**

**NIPPON KINZOKU (MALAYSIA) SDN. BHD.**

**TYPES OF FUNDS**

Cash	5,721,403	2,579,472	2,337,666	3,154,858	1,434,160
Net Liquid Funds	5,721,403	2,579,472	2,337,666	3,154,858	1,434,160
Net Liquid Assets	(1,626,057)	(2,804,275)	(4,705,432)	(2,572,045)	(1,907,898)
Net Current Assets/(Liabilities)	5,217,690	2,814,421	1,505,033	1,048,655	1,120,606
Net Tangible Assets	6,814,186	4,956,607	3,826,858	3,641,505	4,057,596
Net Monetary Assets	(1,920,794)	(2,804,275)	(4,705,432)	(2,572,045)	(1,907,898)
<b>PROFIT &amp; LOSS ITEMS</b>					
Earnings Before Interest & Tax (EBIT)	2,681,706	1,130,602	185,353	(416,091)	(1,442,404)
Earnings Before Interest, Taxes, Depreciation And Amortization (EBITDA)	2,962,603	1,428,838	511,652	39,074	(1,296,602)
<b>BALANCE SHEET ITEMS</b>					
Total Borrowings	0	0	0	0	0

**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.

***NIPPON KINZOKU (MALAYSIA) SDN. BHD. - 537727***

***PAGE NO. : 21***

Total Liabilities	14,301,084	11,671,309	12,741,102	10,692,691	5,589,280
Total Assets	21,115,270	16,627,916	16,567,960	14,334,196	9,646,876
Net Assets	6,814,186	4,956,607	3,826,858	3,641,505	4,057,596
Net Assets Backing	6,814,186	4,956,607	3,826,858	3,641,505	4,057,596
Shareholders' Funds	6,814,186	4,956,607	3,826,858	3,641,505	4,057,596
Total Share Capital	5,500,000	5,500,000	5,500,000	5,500,000	5,500,000
Total Reserves	1,314,186	(543,393)	(1,673,142)	(1,858,495)	(1,442,404)
<b>GROWTH RATIOS (Year on Year) (%)</b>					
Revenue	7.29	30.59	(1.26)	202.09	-
Profit/(Loss) Before Tax	137.19	509.97	144.55	71.15	-
Profit/(Loss) After Tax	64.42	509.51	144.55	71.15	-
Total Assets	26.99	0.36	15.58	48.59	-
Total Liabilities	22.53	(8.40)	19.16	91.31	-
<b>LIQUIDITY (Times)</b>					
Cash Ratio	0.41	0.22	0.18	0.30	0.26
Liquid Ratio	0.88	0.76	0.63	0.76	0.66
Current Ratio	1.37	1.24	1.12	1.10	1.20
<b>WORKING CAPITAL CONTROL (Days)</b>					
Stock Ratio	79	69	100	58	146
Debtors Ratio	76	45	38	39	76
Creditors Ratio	0	0	0	1	1
<b>SOLVENCY RATIOS (Times)</b>					
Gearing Ratio	0	0	0	0	0
Liabilities Ratio	2.10	2.35	3.33	2.94	1.38
Times Interest Earned Ratio	0	0	0	0	0
Assets Backing Ratio	1.24	0.90	0.70	0.66	0.74
<b>PERFORMANCE RATIO (%)</b>					
Operating Profit Margin	8.46	3.83	0.82	(1.82)	(19.02)
Net Profit Margin	5.86	3.83	0.82	(1.82)	(19.02)
Return On Net Assets	39.35	22.81	4.84	(11.43)	(35.55)
Return On Capital Employed	37.72	22.81	4.84	(11.43)	(35.55)
Return On Shareholders' Funds/Equity	27.26	22.79	4.84	(11.43)	(35.55)
Dividend Pay Out Ratio (Times)	0	0	0	0	0
<b>NOTES TO ACCOUNTS</b>					
Contingent Liabilities	0	0	0	0	0

**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 73.83
UK Pound	1	INR 94.82
Euro	1	INR 83.73
MYR	1	INR 17.45

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

**INFORMATION DETAILS**

<b>Analysis Done by :</b>	VIVR
<b>Report Prepared by :</b>	POJ

**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)