

MIRA INFORM REPORT

Report No. :	537826
Report Date :	10.11.2018

IDENTIFICATION DETAILS

Name :	HUEI SHANG INDUSTRIAL CO., LTD.
Registered Office :	6/F, No.230, Sec. 3, Chengde Rd., Datong Dist., Taipei City 10367, Taiwan
Country :	Taiwan
Date of Incorporation :	04.07.1983
Com. Reg. No.:	12447809
Legal Form :	Joint Stock Company
Line of Business :	Manufacturing and sale of spring making equipment
No. of Employees :	Not Available

RATING & COMMENTS

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

MIRA's Rating :	A
------------------------	---

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

Status :	Satisfactory
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.

ECGC Country Risk Classification List

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.

Country Name	Previous Rating (30.06.2018)	Current Rating (30.09.2018)
Taiwan	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

TAIWAN - ECONOMIC OVERVIEW

Taiwan has a dynamic capitalist economy that is driven largely by industrial manufacturing, and especially exports of electronics, machinery, and petrochemicals. This heavy dependence on exports exposes the economy to fluctuations in global demand. Taiwan's diplomatic isolation, low birth rate, rapidly aging population, and increasing competition from China and other Asia Pacific markets are other major long-term challenges.

Following the landmark Economic Cooperation Framework Agreement (ECFA) signed with China in June 2010, Taiwan in July 2013 signed a free trade deal with New Zealand - Taipei's first-ever with a country with which it does not maintain diplomatic relations - and, in November of that year, inked a trade pact with Singapore. However, follow-on components of the ECFA, including a signed agreement on trade in services and negotiations on trade in goods and dispute resolution, have stalled. In early 2014, the government bowed to public demand and proposed a new law governing the oversight of cross-Strait agreements, before any additional deals with China are implemented; the legislature has yet to vote on such legislation, leaving the future of ECFA uncertain. President TSAI since taking office in May 2016 has promoted greater economic integration with South and Southeast Asia through the New Southbound Policy initiative and has also expressed interest in Taiwan joining the Trans-Pacific Partnership as well as bilateral trade deals with partners such as the US. These overtures have likely played a role in increasing Taiwan's total exports, which rose 11% during the first half of 2017, buoyed by strong demand for semiconductors.

Taiwan's total fertility rate of just over one child per woman is among the lowest in the world, raising the prospect of future labor shortages, falling domestic demand, and declining tax revenues. Taiwan's population is aging quickly, with the number of people over 65 expected to account for nearly 20% of the island's total population by 2025.

The island runs a trade surplus with many economies, including China and the US, and its foreign reserves are the world's fifth largest, behind those of China, Japan, Saudi Arabia, and Switzerland. In 2006, China overtook the US to become Taiwan's second-largest source of imports after Japan. China is also the island's number one destination for foreign direct investment. Taiwan since 2009 has gradually loosened rules governing Chinese investment and has also secured greater market access for its investors on the mainland. In August 2012, the Taiwan Central Bank signed a memorandum of understanding (MOU) on cross-Strait currency settlement with its Chinese counterpart. The MOU allows for the direct settlement of Chinese renminbi (RMB) and the New Taiwan dollar across the Strait, which has helped Taiwan develop into a local RMB hub.

Closer economic links with the mainland bring opportunities for Taiwan's economy but also pose challenges as political differences remain unresolved and China's economic growth is slowing. President TSAI's administration has made little progress on the domestic economic issues that loomed large when she was elected, including concerns about stagnant wages, high housing prices, youth unemployment, job security, and financial security in retirement. TSAI has made more progress on boosting trade with South and Southeast Asia, which may help insulate Taiwan's economy from a fall in mainland demand should China's growth slow in 2018.

Source : CIA

CONTACT POINTS

Company Name: Huei Shang Industrial Co., Ltd.
Supplied Name: HUEI SHANG INDUSTRIAL CO LTD
Trading Address: 6/F, No.230, Sec. 3, Chengde Rd., Datong Dist., Taipei City
10367, Taiwan (R.O.C.)
Supplied Address: 6F, No. 230 Sec 3 Chengde Road Taipei
Telephone Number: +886-2-2595-3031
Fax Number: +886-2-2591-5864
E-mail: sales@hsiwww.com
Website: www.hsiwww.com
Notes: The exact name and address are as above.

COMPANY IDENTIFICATION DETAILS

Registered Name: Huei Shang Industrial Co., Ltd.
Registered Address: 6/F, No.230, Sec. 3, Chengde Rd., Datong Dist., Taipei City
10367, Taiwan (R.O.C.)
Date of Foundation: 1983-07-04
Registration Number: 12447809
Registry: Taipei City Government
Registered Capital: NTD 20,000,000 (USD 650,000)
(As of 2018.11, 1 NTD = 0.0325 USD)
Paid-up Capital: NTD 20,000,000 (USD 650,000)
Legal Representatives: Zhonghe Chen
Legal Form: Joint Stock Company
Principal Activities: Manufacturing and sale of spring making equipment.
Staff: N/A
Listed at Stock Exchange: No
Date of Last Annual Return: 2018-03-29
Notes: Subject declined to disclose its staff number; from other source we cannot obtain the relevant information, either.

HISTORY

Subject was incorporated on 1983-07-04 with registered number 12447809 as Joint Stock Company in Taiwan.

CORPORATE STRUCTURE

Factory
Address: 27, Wu Chun 7 Rd., Wu Ku Taipei Hsien, Taiwan.

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.

Telephone number	+886-2-8990-1970
Agents	
1	
Name:	Manentimacchine Srl
Address:	Viale Italia, 115 - 25064 Gussago (BS) - Italy
Tel:	+39-030-2524627
Fax:	+39-030-2524640
E-mail:	info@manentimacchine.it
2	
Name:	Mantek, s.r.o.
Address:	Bělohorská 55, 169 00 Praha 6, Czech Republic
Tel:	+420-222940599 / +420-774402692
Fax:	+420-222980125
E-mail:	info@mantek.cz
3	
Name:	Forming Systems Inc.
Address:	P. O. Box 694, Schoolcraft, MI 49087, U.S.A.
Tel:	+1-269-6793557
Fax:	+1-269-6793567
E-mail:	info@formingsystemsinc.com
4	
Name:	Webster & Horsfall Limited
Address:	Hay Mills, Birmingham, West Midlands, B25 8DW UK
Tel:	+44-121-7722555
Fax:	+44-121-7665816
E-mail:	sales@websterandhorsfall.co.uk
5	
Name:	Bimeks Tel A.S.
Address:	Turist Mahallesi Arsay Caddesi No:28, 39060 Kavakli – Kirklareli, Turkey
Tel:	+90-288-2461256
Fax:	+90-288-2461233
E-mail:	info@bimekstel.com
6	
Name:	Mr. Denis Parvind
Address:	New Delhi, India
Tel:	+91-9599500612
E-mail:	denis@hsiwww.com

SHAREHOLDERS

Major Shareholders

Name	Subscription Shares
Zhonghe Chen	846,000

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.

Zhongshun Chen	80,000
Weihao Chen	270,000
Xiunv Li	20,000

MANAGEMENT INFORMATION

Core Management

Directors

1

Name Zhonghe Chen
Position Chairman of the Board

2

Name Zhongshun Chen
Position Director

3

Name Weihao Chen
Position Director

4

Name Xiunv Li
Position Supervisor

OPERATION INFORMATION

Offices & Factories

Add Headquarters
6/F, No.230, Sec. 3, Chengde Rd., Datong Dist., Taipei City
10367, Taiwan (R.O.C.)

Production Information

Subject is engaged in manufacturing of spring making equipment, etc.
It is introduced that subject has a factory in Taiwan for production.

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.

Purchase Information

The registered activities of subject:

No.	Details
1	Trading and processing business of hardware mechanical and its accessory.
2	Import and export trading business of the measuring instrument meter.
3	Agent of the pricing, bidding and distributing of related above products from home and abroad.
4	Import and export of above products

The components and raw materials for production are purchased both home and abroad, such as Japan.

Sales Information

Subject is engaged in sales of spring making equipment, etc.

The major products are electric conveyor furnace, box type furnace, parts collector, wire pay off system, spring length gage and spring tester, etc.

It is introduced that subject is also the agent of HTC, a manufacturer of spring making machinery.

The products agented by subject are spring coiling machine, spring former, spring ends grinding machine and wire bending machine, etc.

Subject's sales regions include domestic market, Southeast Asia, Europe, North America and the Middle East, etc.

Subject's major customers are manufacturers and distributors of springs, etc.

Import and export right:

Import right	Yes
Export right	Yes

SETTLEMENTS

Purchase

Domestic Purchase

Products	Components and raw materials etc.
Payment Terms	T/T, Cash, etc.

Import

Products	Components and raw materials etc.
Payment Terms	L/C, T/T, etc.

Sales

Domestic Markets

Product Spring making equipment, etc.
Selling Terms T/T, Cash, etc.

Export

Product Spring making equipment, etc.
Selling Terms L/C, T/T, etc.

FINANCIAL INFORMATION

Subject has no obligations to disclose its financial statements to the third party according to the relevant policy in Taiwan and the only source from which we can obtain the information is the subject itself.

Subject's relevant staff declined to disclose its financials citing the grounds of company's confidentiality; from other sources we could not obtain such information, either.

BANKER

Name: Mega International Commercial Bank Limited

PUBLIC RECORD

Mortgage

No chattel mortgage record of subject has been found within the recent 3 months.

Lawsuit

Up to date of reporting, no existing or latent litigation of the subject has been found.

SPECIAL NOTE

Interview Details

Name: Ms. Chen
Department Sales Department

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 73.07
UK Pound	1	INR 94.98
Euro	1	INR 83.26
TWD	1	INR 2.38

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

INFORMATION DETAILS

Analysis Done by :	DIV
Report Prepared by :	DNS

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)