

## MIRA INFORM REPORT

<b>Report No. :</b>	538980
<b>Report Date :</b>	12.11.2018

### IDENTIFICATION DETAILS

<b>Name :</b>	LIDA PETROTECH CO., LTD.
<b>Registered Office :</b>	16-1-301, No. 1 Yucheng Road, Xiqing District, Tianjin 300380 PR
<b>Country :</b>	China
<b>Date of Incorporation :</b>	04.04.2002
<b>Unified social credit code.:</b>	91120118735473845N
<b>Legal Form :</b>	Limited Liabilities Company
<b>Line of Business :</b>	Subject registered business scope includes oilfield technical service; oilfield data transmission media services; development and sales of petroleum exploration and development supporting equipment and testing equipment; development and sales of computer software; sales of auto parts, hardware, electricity, chemical products, office supplies; international trade and related simple processing; bonded warehousing; equipment rental; own house leasing.
<b>No. of Employees :</b>	Not Available

### RATING & COMMENTS

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

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

<b>Status :</b>	Moderate
<b>Payment Behaviour :</b>	Unknown
<b>Litigation :</b>	Clear

### NOTES :

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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 (30.06.2018)	Current Rating (30.09.2018)
China	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

## CHINA - ECONOMIC OVERVIEW

Over the past 70 years, government-industry cooperation, a strong work ethic, mastery of high technology, and a comparatively small defense allocation (slightly less than 1% of GDP) have helped Japan develop an advanced economy. Two notable characteristics of the post-World War II economy were the close interlocking structures of manufacturers, suppliers, and distributors, known as keiretsu, and the guarantee of lifetime employment for a substantial portion of the urban labor force. Both features have significantly eroded under the dual pressures of global competition and domestic demographic change.

Measured on a purchasing power parity basis that adjusts for price differences, Japan in 2017 stood as the fourth-largest economy in the world after first-place China, which surpassed Japan in 2001, and third-place India, which edged out Japan in 2012. For three postwar decades, overall real economic growth was impressive - averaging 10% in the 1960s, 5% in the 1970s, and 4% in the 1980s. Growth slowed markedly in the 1990s, averaging just 1.7%, largely because of the aftereffects of inefficient investment and the collapse of an asset price bubble in the late 1980s, which resulted in several years of economic stagnation as firms sought to reduce excess debt, capital, and labor. Modest economic growth continued after 2000, but the economy has fallen into recession four times since 2008.

Japan enjoyed an uptick in growth since 2013, supported by Prime Minister Shinzo ABE's "Three Arrows" economic revitalization agenda - dubbed "Abenomics" - of monetary easing, "flexible" fiscal policy, and structural reform. Led by the Bank of Japan's aggressive monetary easing, Japan is making modest progress in ending deflation, but demographic decline - a low birthrate and an aging, shrinking population - poses a major long-term challenge for the economy. The government currently faces the quandary of balancing its efforts to stimulate growth and institute economic reforms with the need to address its sizable public debt, which stands at 235% of GDP. To help raise government revenue, Japan adopted legislation in 2012 to gradually raise the consumption tax rate. However, the first such increase, in April 2014, led to a sharp contraction, so Prime Minister ABE has twice postponed the next increase, which is now scheduled for October 2019. Structural reforms to unlock productivity are seen as central to strengthening the economy in the long-run.

Scarce in critical natural resources, Japan has long been dependent on imported energy and raw materials. After the complete shutdown of Japan's nuclear reactors following the earthquake and tsunami disaster in 2011, Japan's industrial sector has become even more dependent than before on imported fossil fuels. However, ABE's government is seeking to restart nuclear power plants that meet strict new safety standards and is emphasizing nuclear energy's importance as a base-load electricity source. In August 2015, Japan successfully restarted one nuclear reactor at the Sendai Nuclear Power Plant in Kagoshima prefecture, and several other reactors around the country have since resumed operations; however, opposition from local governments has delayed several more restarts that remain pending. Reforms of the electricity and gas sectors, including full liberalization of Japan's energy market in April 2016 and gas market in April 2017, constitute an important part of Prime Minister Abe's economic program.

Under the Abe Administration, Japan's government sought to open the country's economy to greater foreign competition and create new export opportunities for Japanese businesses, including by joining 11 trading partners in the Trans-Pacific Partnership (TPP). Japan became the first country to ratify the TPP in December 2016, but the United States signaled its withdrawal from the agreement in January 2017. In November 2017 the remaining 11 countries agreed on the core elements of a modified agreement, which they renamed the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP). Japan also reached agreement with the European Union on an Economic Partnership Agreement in July 2017, and is likely seek to ratify both agreements in the Diet this year.

Source : CIA

## **COMPANY NAME AND ADDRESS**

**COMPANY NAME** Lida Petrotech Co., Ltd.  
**CURRENT ADDRESS/ REGISTERED ADDRESS** 16-1-301, No. 1 Yucheng Road, Xiqing District, Tianjin  
300380 PR China  
**TEL. NO.** 86 (0) 13803079657  
**FAX NO.** 86 (0) 21-33321957

## **EXECUTIVE SUMMARY**

DATE OF REGISTRATION : APRIL 4, 2002  
UNIFIED SOCIAL CREDIT CODE : 91120118735473845N  
LEGAL FORM : LIMITED LIABILITIES COMPANY  
CHIEF EXECUTIVE : LI MINGLI (LEGAL REPRESENTATIVE)  
REGISTERED CAPITAL : CNY 3,000,000  
STAFF : N/A  
BUSINESS CATEGORY : TRADING  
REVENUE : N/A  
EQUITIES : N/A  
WEBSITE : [www.geology-mudlogging.com](http://www.geology-mudlogging.com)  
E-MAIL : [mingli.lee@qq.com](mailto:mingli.lee@qq.com)  
PAYMENT : UNKNOWN  
MARKET CONDITION : FAIR  
FINANCIAL CONDITION : N/A  
OPERATIONAL TREND : ORDINARY  
GENERAL REPUTATION : AVERAGE

Adopted abbreviations (as follows)

**SC** - Subject Company (the company inquired by you)

**N/A** – Not available

**CNY** – China Yuan Ren Min Bi

## **OPERATIONAL TREND & GENERAL REPUTATION**

This section aims at indicating the relative positions of SC in respect of its operational trend & general reputation

Operational Trend:-

Upward

Steady

Fairly Steady

Ordinary

Fair

Stagnant

General Reputation:-

Excellent

Good

Fairly Good

Average

Fair

Detrimental

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Downward	Not known
Not known	Not yet be determined
Not yet be determined	

## **LEGAL STATUS & HISTORY**

SC was established as limited liabilities company of PRC with State Administration of Industry & Commerce (SAIC) under unified social credit code: 91120118735473845N.

SC's Import and Export Enterprise Code: 1200735473845

SC's registered capital: CNY 3,000,000

### **Registration Change Record:-**

<b>Date</b>	<b>Change of Contents</b>	<b>Before the change</b>	<b>After the change</b>
2015-4-1	Registered Capital	CNY 1,000,000	CNY 3,000,000
2016-5-19	Registration No./ Unified Social Credit Code	120192000054204	91120118735473845N

### **Current Co search indicates SC's shareholders & chief executives are as follows:-**

<b>Name of Shareholder (s)</b>	<b>% of Shareholding</b>
Li Mingli	80
Li Mingchun	20

### **SC's Chief Executives:-**

<b>Position</b>	<b>Name</b>
Legal Representative, Chairman and General Manager	Li Mingli
Supervisor	Li Mingchun

## **RECENT DEVELOPMENT**

No recent development was found during our checks at present.

## **SHAREHOLDER CHART & BACKGROUND**

<i>Name</i>	<i>% of Shareholding</i>
Li Mingli	80
Li Mingchun	20

## **MANAGEMENT**

### **Li Mingli , Legal Representative, Chairman and General Manager**

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- Gender: M
- Nationality: China
- Qualification: University
- Working experience (s):

At present, working in SC as legal representative, chairman and general manager

### **Li Mingchun , Supervisor**

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- Gender: M
- Nationality: China
- Qualification: University
- Working experience (s):

At present, as supervisor of SC

## **BUSINESS OPERATION**

SC's registered business scope includes oilfield technical service; oilfield data transmission media services; development and sales of petroleum exploration and development supporting equipment and testing equipment; development and sales of computer software; sales of auto parts, hardware, electricity, chemical products, office supplies; international trade and related simple processing; bonded warehousing; equipment rental; own house leasing.

SC is mainly engaged in selling petroleum exploration and development supporting equipment and testing equipment.

SC's products mainly include:

Mud Flow Out Sensor  
Electromagnetic Flowmeter Sensor  
Mass (Coriolis) Mass Flowmeter

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Constant Flow Degasser tow motors  
Gas Cleaner  
Flame Ionization Detector  
Etc.

SC sources the products 100% from domestic market. SC sells 10% of its products in domestic market, and 90% to overseas market.

The buying terms of SC include Check, T/T and Credit of 30-60 days. The payment terms of SC include T/T, L/C and Credit of 30-60 days.

**Staff & Office:**

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SC refused to release the details of its staff.

SC rents an area as its operating office, but the detailed information is unknown.

## **RELATED COMPANY**

**SC is known to have a branch at present.**

Lida Petrotech Co., Ltd. Xiqing Branch

## **PAYMENT**

**Overall payment appraisal:**

Excellent  Good  Average  Fair  Poor  Not yet be determined

The appraisal serves as a reference to reveal SC's payments habits and ability to pay. It is based on the 3 weighed factors: Trade payment experience (through current enquiry with SC's suppliers), our delinquent payment and our debt collection record concerning SC.

**Trade payment experience:** SC did not provide any name of trade/service suppliers and we have no other sources to conduct the enquiry at present.

**Delinquent payment record:** None in our database.

**Debt collection record:** No overdue amount owed by SC was placed to us for collection within the last 6 years.

## **BANKING**

The bank information of SC is not filed in SAIC.

## **FINANCIALS**

The financials of SC is not available in local SAIC, and SC also refused to release the details.

## **CONCLUSIONS**

SC is considered small-sized in its line with a development history of 16 years.

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 72.73
UK Pound	1	INR 94.87
Euro	1	INR 82.52
CNY	1	INR 10.49

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

**INFORMATION DETAILS**

Analysis Done by :	DIV
Report Prepared by :	KET

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**RATING EXPLANATIONS**

Credit Rating	Explanation	Rating Comments
A++	Minimum Risk	Business dealings permissible with minimum risk of default
A+	Low Risk	Business dealings permissible with low risk of default
A	Acceptable Risk	Business dealings permissible with moderate risk of default
B	Medium Risk	Business dealings permissible on a regular monitoring basis
C	Medium High Risk	Business dealings permissible preferably on secured basis
D	High Risk	Business dealing not recommended or on secured terms only
NB	New Business	No recommendation can be done due to business in infancy stage
NT	No Trace	No recommendation can be done as the business is not traceable

NB is stated where there is insufficient information to facilitate rating. However, it is not to be considered as unfavourable.

This score serves as a reference to assess SC's credit risk and to set the amount of credit to be extended. It is calculated from a composite of weighted scores obtained from each of the major sections of this report. The assessed factors are as follows:

- Financial condition covering various ratios
- Company background and operations size
- Promoters / Management background
- Payment record
- Litigation against the subject
- Industry scenario / competitor analysis
- Supplier / Customer / Banker review (wherever available)