

MIRA INFORM REPORT

Report No. :	539990
Report Date :	15.11.2018

IDENTIFICATION DETAILS

Name :	BAOSTEEL SINGAPORE PTE LTD
Registered Office :	7, Temasek Boulevard, 40-02/03, Suntec Tower One, 038987
Country :	Singapore
Financials (as on) :	31.12.2017
Date of Incorporation :	25.02.1997
Com. Reg. No.:	199701206Z
Legal Form :	Private Limited (Limited By Share)
Line of Business :	The subject is principally engaged in the trading of steel, chemicals, coal and iron ore products.
No. of Employees :	30 [2017]

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 :	Good
Payment Behaviour :	Regular
Litigation :	Exist

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

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

SINGAPORE - ECONOMIC OVERVIEW

Singapore has a highly developed and successful free-market economy. It enjoys a remarkably open and corruption-free environment, stable prices, and a per capita GDP higher than that of most developed countries. Unemployment is very low. The economy depends heavily on exports, particularly of electronics, petroleum products, chemicals, medical and optical devices, pharmaceuticals, and on Singapore's vibrant transportation, business, and financial services sectors.

The economy contracted 0.6% in 2009 as a result of the global financial crisis, but has continued to grow since 2010. Growth from 2012-2017 was slower than during the previous decade, a result of slowing structural growth - as Singapore reached high-income levels - and soft global demand for exports. Growth recovered to 3.6% in 2017 with a strengthening global economy.

The government is attempting to restructure Singapore's economy to reduce its dependence on foreign labor, raise productivity growth, and increase wages amid slowing labor force growth and an aging population. Singapore has attracted major investments in advanced manufacturing, pharmaceuticals, and medical technology production and will continue efforts to strengthen its position as Southeast Asia's leading financial and technology hub. Singapore is a signatory of the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP), and a party to the Regional Comprehensive Economic Partnership (RCEP) negotiations with nine other ASEAN members plus Australia, China, India, Japan, South Korea, and New Zealand. In 2015, Singapore formed, with the other ASEAN members, the ASEAN Economic Community.

Source : CIA

EXECUTIVE SUMMARY

REGISTRATION NO.	: 199701206Z
COMPANY NAME	: BAOSTEEL SINGAPORE PTE LTD
FORMER NAME	: N/A
INCORPORATION DATE	: 25/02/1997
COMPANY STATUS	: EXIST
LEGAL FORM	: PRIVATE LIMITED (LIMITED BY SHARE)
LISTED STATUS	: NO
REGISTERED ADDRESS	: 7, TEMASEK BOULEVARD, 40-02/03, SUNTEC TOWER ONE, 038987, SINGAPORE.
BUSINESS ADDRESS	: 7, TEMASEK BOULEVARD, 40-02/03, SUNTEC TOWER ONE, 038987, SINGAPORE.
TEL.NO.	: 65-63336818
FAX.NO.	: 65-63336819
WEB SITE	: WWW.BAOSTEEL.COM/GROUP_EN/
CONTACT PERSON	: HU HONG (DIRECTOR)
PRINCIPAL ACTIVITY	: TRADING OF STEEL, CHEMICALS, COAL AND IRON ORE PRODUCTS
ISSUED AND PAID UP CAPITAL	: 1,419,036.00 ORDINARY SHARE, OF A VALUE OF SGD 1,419,036.00
SALES	: USD 1,822,913,000 [2017]
NET WORTH	: USD 183,867,000 [2017]
STAFF STRENGTH	: N/A
LITIGATION	: TRACED
FINANCIAL CONDITION	: FAIR
PAYMENT MANAGEMENT CAPABILITY	: REGULAR AVERAGE
COMMERCIAL RISK	: LOW
CURRENCY EXPOSURE	: MODERATE
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 must have at least two directors. A private limited company is a separate legal entity from its shareholders. As a separate legal entity, the 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

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even if the Subject is insolvent. The Subject is governed by the Companies Act 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) trading of steel, chemicals, coal and iron ore products.

The immediate holding company of the Subject is BAOSHAN IRON & STEEL CO., LTD., a company incorporated in CHINA.

The ultimate holding company of the Subject is BAOSTEEL COMPANY CORPORATION LIMITED, a company incorporated in CHINA.

Share Capital History

Date	Issue & Paid Up Capital
13/07/2018	SGD 1,419,036.00

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

Current Shareholder(s) :

Name	Address	IC/PP/Loc No	Shareholding	(%)
BAOSHAN IRON & STEEL CO., LTD.	885, FUJIN ROAD, BAOSHAN DISTRICT 201900 ,CHINA	T10UF4045	1,419,036.00	100.00
			----- 1,419,036.00 =====	----- 100.00 =====

+ Also Director

The Subject's interest in other companies (Subsidiaries/Associates) are shown as follow :

Local No	Country	Company	Status	(%)	As At
	INDIA	BAOSTEEL INDIA CO PRIVATE LTD	-	80.00	31/12/2016
	INDONESIA	PT BAOSTEEL INDONESIA STEEL SERVICE CENTRE (PTBI)	-	80.00	31/12/2016

DIRECTORS

DIRECTOR 1

Name Of Subject : HU HONG
Address : 21, WOODLEIGH CLOSE, 08-07, PARC MONDRIAN, 357916, SINGAPORE.
IC / PP No : G3129841K
Nationality : CHINESE
Date of : 19/12/2014
Appointment

INTEREST CHECK

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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 No. %	Profit/(loss) After Tax	Financial Year	Status	As At
1	19970120 6Z	BAOSTEEL SINGAPORE PTE LTD	Director	19/12/20 14	0.0 0	USD10,032,00 0.00	2017	-	13/07/20 18

MANAGEMENT

1) Name of : HU HONG
Subject
Position : DIRECTOR

AUDITOR

Firm No	Firm Name	Address	As At Date
	DELOITTE TOUCHE LLP	& N/A	31/12/2017

COMPANY SECRETARIES

1) Company Secretary : LIM LYE HOCK
IC / PP No : S1521932G
Address : 637, HOUGANG AVENUE 8, 13-127, 530637, SINGAPORE.
Date of Appointment : 14/10/2015

BANKING

No Banker found in our databank.

ENCUMBRANCE (S)

No encumbrance was found in our databank at the time of investigation.

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.

No winding up petition was found in our databank.

LEGAL ACTION

Total PENDING Case(s) : 1

Case Status	: PENDING	
Case No	: 4421	
Year	: 2009	Place : SINGAPORE
Court	: DISTRICT COURT	
Date Filed	: 18/12/2009	
Solicitor Ref	: LSP/RSS/3152/09/V C	
Solicitor Firm	: LEE SHERGILL LLP	
Plaintiff	: DANIEL TAN YU MENG	
DEFENDANTS	: BAOSTEEL SINGAPORE PTE LTD (199701206)	
Amount Claimed	: SGD 7404	
Nature of Claim	: TORT- NEGLIGENCE (MOTOR ACCIDENTS WITH INJURY)	

PAYMENT RECORD

SOURCES OF RAW MATERIALS:

Local : N/A
Overseas : N/A

The Subject refused to disclose its suppliers.

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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 Days 61-90 [X]
Fair 91-120 Days []	Poor >120 Days []	

CLIENTELE

Local : YES
Domestic Markets : SINGAPORE
Overseas : YES
Export Market : ASIA PACIFIC
Credit Term : AS AGREED
Payment Mode : CHEQUES
TELEGRAPHIC TRANSFER (TT)

OPERATIONS

Goods : STEEL, CHEMICALS, COAL AND IRON ORE PRODUCTS
Traded

Total Number of Employees:

YEAR	2017	2016	2015
GROUP COMPANY	N/A 30	N/A 30	N/A 30

Branch : NO

Other Information:

The Subject is principally engaged in the (as a / as an) trading of steel, chemicals, coal and iron ore products.

The Subject is engaged in the supply high-tech and high value-added steel products, including carbon steel, stainless steel and special steel, in the series of cold rolled sheets or coils, hot rolled plates or coils, long products and tubular products.

The products are widely used in industries such as automobile, household appliances, oil exploration, oil and gas transmission, shipbuilding, boiler and pressure vessel, electrical equipments, food and beverage packaging, construction, etc.

The Subject also sells chemical and iron ore products.

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CURRENT INVESTIGATION

Latest fresh investigations carried out on the Subject indicated that :

Telephone Number Provided By : N/A

Client

Current Telephone Number : 65-63336818

Match : N/A

Address Provided by Client : 7 TEMASEK BOULEVARD, SUNTEC TOWER ONE,#40-02/03,
038987 SINGAPORE

Current Address : 7, TEMASEK BOULEVARD, 40-02/03, SUNTEC TOWER ONE,
038987, SINGAPORE.

Match : YES

Other Investigations

We have contacted one of the staff from the Subject and she provided some information.

The Subject refused to disclose its number of employees and bankers.

FINANCIAL ANALYSIS

Profitability

Turnover	: Erratic	[2013 - 2017]
Profit/(Loss) Before Tax	: Decreased	[2013 - 2017]
Return on Shareholder Funds	: Unfavourable	[5.49%]
Return on Net Assets	: Unfavourable	[7.12%]

The fluctuating turnover reflects the fierce competition among the existing and new market players. The Subject's profit fell sharply because of the high operating costs incurred. The unfavourable return on shareholders' funds could indicate that the Subject was inefficient in utilising its assets to generate returns.

Working Capital Control

Stock Ratio	: Favourable	[3 Days]
Debtor Ratio	: Favourable	[10 Days]
Creditors Ratio	: Favourable	[1 Days]

The Subject's stocks were moving fast thus reducing its holding cost. This had reduced funds being tied up in stocks. The favourable debtors' days could be due to the good credit control measures implemented by the Subject. 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	: Favourable	[1.84 Times]
Current Ratio	: Unfavourable	[1.93 Times]

A minimum liquid ratio of 1 should be maintained by the Subject in order to assure its creditors of its ability to meet short term obligations and the Subject was in a good liquidity position. Thus, we believe the Subject is able

to meet all its short term obligations as and when they fall due.

Solvency

Interest Cover	:	Acceptable	[6.43 Times]
Gearing Ratio	:	Favourable	[0.09 Times]

The Subject's interest cover was slightly low. If there is no sharp fall in its profit or sudden increase in the interest rates, we believe the Subject is able to generate sufficient income to service its interest and repay the loans. The Subject was lowly geared thus it had a low financial risk. The Subject was mainly financed by its shareholders' funds and internally generated funds. In times of economic slowdown / downturn, the Subject being a lowly geared company, will be able to compete better than those companies which are highly geared in the same industry.

Overall Assessment :

The Subject recorded lower profits as its turnover showed a erratic trend. The Subject's management was unable to control its costs efficiently as its profit showed a downward trend. The Subject was in good liquidity position with its total current liabilities well covered by its total current assets. With its current net assets, the Subject should be able to repay its short term obligations. The Subject had an acceptable interest cover. If there is no sudden sharp increase in interest rate or fall in the Subject's profit, we do believe the Subject is able to generate sufficient cash flow to service its interest payment. The Subject as a lowly geared company, will be more secured compared to those highly geared companies. It has the ability to meet all its long term obligations.

Overall financial condition of the Subject : FAIR

SINGAPORE ECONOMIC / INDUSTRY OUTLOOK

Major Economic Indicators :	2013	2014	2015	2016	2017*
Population (Million)	5.40	5.47	5.54	5.61	5.61
Gross Domestic Products (%)	5.1	3.9	2.2	2.4	3.6
Consumer Price Index	2.4	1.0	(0.5)	(0.5)	0.6
Total Imports (Million)	466,762.0	463,779.1	407,767.9	398,372.0	403,300.0
Total Exports (Million)	513,391.0	518,922.7	476,285.4	468,552.0	466,900.0
Unemployment Rate (%)	1.9	1.9	1.9	2.1	-
Tourist Arrival (Million)	15.46	15.01	15.23	16.28	-
Hotel Occupancy Rate (%)	86.3	85.5	84.0	83.1	84.7
Cellular Phone Subscriber (Million)	1.97	1.98	1.99	-	-
Registration of New Companies (No.)	37,288	41,589	34,243	35,227	37,395
Registration of New Companies (%)	9.8	11.5	(17.7)	2.9	6.2
Liquidation of Companies (No.)	17,369	18,767	21,384	23,218	22,379
Liquidation of Companies (%)	(5.3)	8.0	13.9	8.6	(3.6)
Registration of New Businesses (No.)	22,893	35,773	28,480	27,120	22,148
Registration of New Businesses (%)	1.70	56.30	(20.39)	(4.78)	(18.33)
Liquidation of Businesses (No.)	22,598	22,098	26,116	35,866	24,344
Liquidation of Businesses (%)	0.5	(2.2)	18.2	37.3	(32.1)
Bankruptcy Orders (No.)	1,992	1,757	1,776	1,797	1,638
Bankruptcy Orders (%)	14.0	(11.8)	1.0	1.2	(8.9)

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BAOSTEEL SINGAPORE PTE LTD - 539990

PAGE NO. : 11

Bankruptcy Discharges (No.)	2,584	3,546	3,499	4,359	2,030
Bankruptcy Discharges (%)	37.4	37.2	(1.3)	24.6	(53.4)

INDUSTRIES (% of Growth) :

Agriculture

Production of Principal Crops	1.78	4.29	3.04	-	-
Fish Supply & Wholesale	(3.8)	(8.6)	(8.5)	(9.9)	-

Manufacturing #

Food, Beverages & Tobacco	97.9	99.4	100.0	103.7	110.3
Textiles	119.5	102.7	100.0	92.4	84.4
Wearing Apparel	334.1	212.6	100.0	83.4	88.2
Leather Products & Footwear	122.0	106.5	100.0	88.8	79.0
Wood & Wood Products	103.0	107.2	100.0	95.0	92.9
Paper & Paper Products	104.4	104.5	100.0	97.3	96.1
Printing & Media	113.8	105.968	100.0	85.1	73.1
Crude Oil Refineries	100.7	92.2	100.0	104.2	113.5
Chemical & Chemical Products	88.4	96.7	100.0	98.9	105.3
Pharmaceutical Products	101.421	109.4	100.0	113.8	96.0
Rubber & Plastic Products	109.497	109.2	100.0	91.4	93.7
Non-metallic Mineral	107.4	90.759	100.0	89.8	72.9
Basic Metals	77.2	99.3	100.0	106.2	108.3
Fabricated Metal Products	107.5	107.757	100.0	93.8	91.3
Machinery & Equipment	109.1	118.2	100.0	80.8	86.1
Electrical Machinery	87.4	97.871	100.0	101.5	111.7
Electronic Components	105.0	105.6	100.0	114.1	151.4
Transport Equipment	111.1	106.68	100.0	101.0	99.5

Construction

Real Estate	25.40	22.00	-	-	-
	88.5	145.1	-	-	-

Services

Electricity, Gas & Water	6.70	6.50	-	-	-
Transport, Storage & Communication	9.80	14.20	-	-	-
Finance & Insurance	3.30	6.00	-	7.40	-
Government Services	6.50	6.30	-	-	-
Education Services	3.10	5.98	-	2.40	-

* Estimate / Preliminary

Based on Index of Industrial Production (2015 = 100)

INDUSTRY ANALYSIS

INDUSTRY TRADING

:

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According to the Ministry of Trade and Industry, the wholesale & retail trade sector expanded to 3.0% in the fourth quarter of 2017, moderating from the 3.3% growth in the previous quarter. The wholesale trade segment was boosted by an improvement in foreign wholesale sales volume, which more than offset the weakness in domestic wholesale sales volume. For the whole of 2017, the sector expanded by 2.3%, faster than the 1.0% growth in 2016. The improvement in growth can be attributed to the wholesale segment.

The domestic wholesale sales volume fell by 1.1% in the fourth quarter 2017, reversing the 2.0% growth in the preceding quarter. The poorer outturn was led by declines in the sales volume of household equipment & furniture (-27%) and general wholesale merchandise (-19%), which outweighed the increase in the sales volume of telecommunications & computers (20%). For the whole of 2017, the domestic wholesale trade index expanded by 1.0%, a turnaround from the 2.7% decline in 2016.

On the other hand, foreign wholesale sales volume rose to 6.2% in the fourth quarter 2017, a step-up from the 5.1% growth in the preceding quarter. Growth was driven by expansions in the sales of petroleum & petroleum-related products (11%), telecommunications & computers (19%) and electronic components (16%). However, growth was partly offset by a 20% decline in the sales volume of metals, timber & construction materials. For the full year 2017, the foreign wholesale trade index rose by 3.6%, faster than the increase of 1.5% in the previous year.

Besides, retail sales volume rose by 2.1% in the fourth quarter 2017, improving from the 0.9% growth recorded in the third quarter. Growth was supported by improvements in both motor vehicle and non-motor vehicle sales volumes. While motor vehicle sales benefitted from an on-year increase in COE supply, growth in non-motor vehicle sales came on the back of an improvement in consumer sentiments. Notably, the sales volume of discretionary goods such as recreational goods, computer & telecommunication equipment and wearing apparel & footwear grew by 4.6%, 4.3 % and 3.1% respectively.

For the full year 2017, retail sales volume expanded by 1.3%, similar to the 1.5% growth recorded in 2016. Growth was driven by both motor vehicle sales and non-motor vehicle sales, which the former rising by 1.5% and the latter increasing by 1.3%. The rise in non-motor vehicle sales was underpinned by higher sales of discretionary goods. For instance, the sales volume of recreational goods (3.9%), watches & jewellery (2.4%), computer & telecommunications equipment (1.7%) and wearing apparel & footwear (1.5%) improved in 2017.

OVERALL INDUSTRY OUTLOOK : MARGINAL GROWTH

CREDIT RISK EVALUATION & RECOMMENDATION

Incorporated in 1997, the Subject is a Private Limited company, focusing on trading of steel, chemicals, coal and iron ore products. The Subject has been in business for over two decades. It has built up a strong clientele base and satisfactory reputation will enable the Subject to further enhance its business in the near term. The Subject is expected to enjoy a stable market shares. A paid up capital of SGD 1,419,036 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.

Over the years, the Subject has penetrated into both the local and overseas market. The Subject has positioned itself in the global market and is competing in the industry. Its stable clientele base will enable the Subject to further enhance its business in the near term. 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.

Financially, the Subject registered a higher turnover compared to previous year. However, its profits showed a reverse trend. The lower profit achieved was a result of higher operating cost and increased competition. The

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Subject has generated an unfavourable return on shareholders' funds indicating that the management was inefficient in utilising its funds to generate return. The Subject is in good liquidity position with its current liabilities well covered by its current assets. Hence, it has sufficient working capital to meet its short term financial obligations. Being a lowly geared company, the Subject is exposed to low financial risk as it is mainly dependent on its internal funds to finance its business needs. Given a positive net worth standing at USD 183,867,000, 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 promptly.

PROFIT AND LOSS ACCOUNT

THE FINANCIAL STATEMENTS WERE PREPARED IN ACCORDANCE WITH SINGAPORE FINANCIAL REPORTING STANDARDS.

BAOSTEEL SINGAPORE PTE LTD

Financial Year	2017-12-31	2016-12-31	2015-12-31	2014-12-31	2013-12-31
End					
Months	12	12	12	12	12
Consolidated Account	GROUP	GROUP	GROUP	GROUP	GROUP
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	USD	USD	USD	USD	USD
TURNOVER	1,822,913,000	1,425,307,000	1,901,099,000	2,151,045,000	1,527,989,407
Other Income	-	-	-	-	7,033,321
Total Turnover	1,822,913,000	1,425,307,000	1,901,099,000	2,151,045,000	1,535,022,728
Costs of Goods Sold	(1,770,821,000)	(1,369,493,000)	(1,846,358,000)	(2,091,420,000)	(1,497,240,952)
Gross Profit	52,092,000	55,814,000	54,741,000	59,625,000	37,781,776
PROFIT/(LOSS) FROM OPERATIONS	11,057,000	27,057,000	17,742,000	15,152,000	13,836,340
PROFIT/(LOSS) BEFORE	11,057,000	27,057,000	17,742,000	15,152,000	13,836,340

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TAXATION					
Taxation	(1,025,000)	(2,357,000)	(1,147,000)	(669,000)	(1,040,874)
PROFIT/(LOSS) AFTER TAXATION	10,032,000	24,700,000	16,595,000	14,483,000	12,795,466
Minority interests	58,000	597,000	(15,000)	204,000	-
PROFIT/(LOSS) BEFORE EXTRAORDINAR Y ITEMS	10,090,000	25,297,000	16,580,000	14,687,000	12,795,466
PROFIT/(LOSS) ATTRIBUTABLE TO SHAREHOLDERS RETAINED PROFIT/(LOSS) BROUGHT FORWARD	10,090,000	25,297,000	16,580,000	14,687,000	12,795,466
As previously reported	170,124,000	144,827,000	128,247,000	113,559,928	100,764,462
Prior year adjustment	-	-	-	72	-
As restated	170,124,000	144,827,000	128,247,000	113,560,000	100,764,462
PROFIT AVAILABLE FOR APPROPRIATION S	180,214,000	170,124,000	144,827,000	128,247,000	113,559,928
RETAINED PROFIT/(LOSS) CARRIED FORWARD	180,214,000	170,124,000	144,827,000	128,247,000	113,559,928
	=	=	=	=	=
INTEREST EXPENSE (as per notes to P&L)					
Others	2,035,000	1,111,000	7,095,000	12,709,000	3,519,038
	2,035,000	1,111,000	7,095,000	12,709,000	3,519,038
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DEPRECIATION (as per notes to	2,302,000	2,387,000	245,000	210,000	200,341

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P&L)					
AMORTIZATION	-	4,000	3,000	3,000	3,356
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Total Amortization And Depreciation	2,302,000	2,391,000	248,000	213,000	203,697
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BALANCE SHEET

BAOSTEEL SINGAPORE PTE LTD

ASSETS

EMPLOYED:

FIXED ASSETS	42,826,000	38,459,000	35,794,000	12,743,000	7,026,580
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LONG TERM

INVESTMENTS/OTH

ER ASSETS

Investments	12,767,000	11,130,000	10,504,000	10,365,000	10,552,830
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TOTAL LONG TERM INVESTMENTS/OTH ER ASSETS	12,767,000	11,130,000	10,504,000	10,365,000	10,552,830
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INTANGIBLE

ASSETS

Others	-	13,000	17,000	20,000	23,494
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TOTAL INTANGIBLE ASSETS	-	13,000	17,000	20,000	23,494
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TOTAL LONG TERM ASSETS	55,593,000	49,602,000	46,315,000	23,128,000	17,602,904
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CURRENT ASSETS

Stocks	15,237,000	3,977,000	3,827,000	19,000	-
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Trade debtors	47,823,000	83,714,000	58,646,000	65,867,000	133,255,775
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Other debtors, deposits & prepayments	1,281,000	1,266,000	14,745,000	14,575,000	231,751
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Short term deposits	95,163,000	73,127,000	52,725,000	97,934,000	38,224,287
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Loans & advances - current portion	-	-	-	-	15,068,074
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Amount due from holding company	115,892,000	52,980,000	90,928,000	814,298,000	723,919,763
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Amount due from related companies	-	9,008,000	16,840,000	65,060,000	135,487,602
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Cash & bank balances	19,967,000	27,039,000	77,664,000	27,529,000	12,969,667
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Others	4,889,000	23,243,000	6,570,000	15,084,000	470,379
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BAOSTEEL SINGAPORE PTE LTD - 539990

PAGE NO. : 16

TOTAL CURRENT ASSETS	300,252,000	274,354,000	321,945,000	1,100,366,000	1,059,627,298
TOTAL ASSET	355,845,000	323,956,000	368,260,000	1,123,494,000	1,077,230,202
CURRENT LIABILITIES					
Trade creditors	4,371,000	23,836,000	6,630,000	51,785,000	44,638,496
Other creditors & accruals	4,487,000	3,306,000	22,117,000	35,677,000	1,316,577
Short term borrowings/Term loans	-	-	134,912,000	869,190,000	894,167,079
Deposits from customers	19,227,000	2,134,000	4,698,000	4,778,000	-
Amounts owing to holding company	121,335,000	82,793,000	8,268,000	6,743,000	12,680,903
Amounts owing to related companies	4,819,000	13,627,000	19,702,000	8,434,000	4,909,939
Provision for taxation	948,000	1,772,000	1,072,000	830,000	1,052,000
Other liabilities	-	1,212,000	555,000	-	4,425,444
TOTAL CURRENT LIABILITIES	155,187,000	128,680,000	197,954,000	977,437,000	963,190,438
NET CURRENT ASSETS/(LIABILITIES)	145,065,000	145,674,000	123,991,000	122,929,000	96,436,860
LONG TERM LIABILITIES					
Long term loans	16,750,000	21,125,000	23,000,000	15,000,000	-
Deferred taxation	41,000	41,000	41,000	41,000	40,999
TOTAL LONG TERM LIABILITIES	16,791,000	21,166,000	23,041,000	15,041,000	40,999
TOTAL NET ASSETS	183,867,000	174,110,000	147,265,000	131,016,000	113,998,765
FINANCED BY:					
SHARE CAPITAL					
Ordinary share capital	980,000	980,000	980,000	980,000	980,001
TOTAL SHARE CAPITAL	980,000	980,000	980,000	980,000	980,001
RESERVES					
Exchange	(982,000)	(762,000)	(1,191,000)	(914,000)	(541,164)

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BAOSTEEL SINGAPORE PTE LTD - 539990

PAGE NO. : 17

equalisation/fluctuation reserve					
Retained profit/(loss) carried forward	180,214,000	170,124,000	144,827,000	128,247,000	113,559,928
TOTAL RESERVES	179,232,000	169,362,000	143,636,000	127,333,000	113,018,764
MINORITY INTEREST	3,655,000	3,768,000	2,649,000	2,703,000	-
SHAREHOLDERS' FUNDS/EQUITY	183,867,000	174,110,000	147,265,000	131,016,000	113,998,765
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FINANCIAL RATIO

BAOSTEEL SINGAPORE PTE LTD

TYPES OF FUNDS

Cash	115,130,000	100,166,000	130,389,000	125,463,000	51,193,954
Net Liquid Funds	115,130,000	100,166,000	130,389,000	125,463,000	51,193,954
Net Liquid Assets	129,828,000	141,697,000	120,164,000	122,910,000	96,436,860
Net Current Assets/(Liabilities)	145,065,000	145,674,000	123,991,000	122,929,000	96,436,860
Net Tangible Assets	183,867,000	174,097,000	147,248,000	130,996,000	113,975,271
Net Monetary Assets	113,037,000	120,531,000	97,123,000	107,869,000	96,395,861

PROFIT & LOSS ITEMS

Earnings Before Interest & Tax (EBIT)	13,092,000	28,168,000	24,837,000	27,861,000	17,355,378
Earnings Before Interest, Taxes, Depreciation And Amortization (EBITDA)	15,394,000	30,559,000	25,085,000	28,074,000	17,559,075

BALANCE SHEET ITEMS

Total Borrowings	16,750,000	21,125,000	157,912,000	884,190,000	894,167,079
Total Liabilities	171,978,000	149,846,000	220,995,000	992,478,000	963,231,437
Total Assets	355,845,000	323,956,000	368,260,000	1,123,494,000	1,077,230,202
Net Assets	183,867,000	174,110,000	147,265,000	131,016,000	113,998,765
Net Assets Backing	183,867,000	174,110,000	147,265,000	131,016,000	113,998,765
Shareholders' Funds	183,867,000	174,110,000	147,265,000	131,016,000	113,998,765
Total Share Capital	980,000	980,000	980,000	980,000	980,001
Total Reserves	179,232,000	169,362,000	143,636,000	127,333,000	113,018,764

GROWTH RATIOS (Year on Year) (%)

Revenue	27.90	(25.03)	(11.62)	40.78	104.50
Profit/(Loss) Before Tax	(59.13)	52.50	17.09	9.51	1.37
Profit/(Loss) After Tax	(59.38)	48.84	14.58	13.19	2.31
Total Assets	9.84	(12.03)	(67.22)	4.29	391.45
Total Liabilities	14.77	(32.19)	(77.73)	3.04	720.13

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LIQUIDITY (Times)

Cash Ratio	0.74	0.78	0.66	0.13	0.05
Liquid Ratio	1.84	2.10	1.61	1.13	1.10
Current Ratio	1.93	2.13	1.63	1.13	1.10

WORKING CAPITAL CONTROL (Days)

Stock Ratio	3	1	1	0	0
Debtors Ratio	10	21	11	11	32
Creditors Ratio	1	6	1	9	11

SOLVENCY RATIOS (Times)

Gearing Ratio	0.09	0.12	1.07	6.75	7.84
Liabilities Ratio	0.94	0.86	1.50	7.58	8.45
Times Interest Earned Ratio	6.43	25.35	3.50	2.19	4.93
Assets Backing Ratio	187.62	177.65	150.25	133.67	116.30

PERFORMANCE RATIO (%)

Operating Profit Margin	0.61	1.90	0.93	0.70	0.91
Net Profit Margin	0.55	1.77	0.87	0.68	0.84
Return On Net Assets	7.12	16.18	16.87	21.27	15.22
Return On Capital Employed	6.41	14.15	14.36	18.73	15.22
Return On Shareholders' Funds/Equity	5.49	14.53	11.26	11.21	11.22
Dividend Pay Out Ratio (Times)	0	0	0	0	0

NOTES TO ACCOUNTS

Contingent Liabilities	0	0	0	0	0
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FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 72.10
UK Pound	1	INR 93.70
Euro	1	INR 81.44
SGD	1	INR 52.28

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

INFORMATION DETAILS

Analysis Done by :	PRA
Report Prepared by :	SYL

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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)