

MIRA INFORM REPORT

Report No. :	539136
Report Date :	15.11.2018

IDENTIFICATION DETAILS

Name :	GEA PROCESS ENGINEERING PTE. LTD.
Formerly Known As :	<ul style="list-style-type: none"> • GEA PROCESS ENGINEERING (S.E.A.) PTE. LTD. • NIRO (S.E.A.) PTE LTD • GEA (S E A) PTE LTD • GEA NIRO (S E A) PTE LTD
Registered Office :	99, Bukit Timah Road, 03-08, Alfa Centre, 229835
Country :	Singapore
Financials (as on) :	31.12.2017
Date of Incorporation :	22.03.1983
Com. Reg. No.:	198301272E
Legal Form :	Private Limited (Limited By Share)
Line of Business :	The Subject is principally engaged in design, manufacturing and supply of complete drying systems and its related products.
No. of Employees :	130 [2018]

RATING & COMMENTS

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

MIRA's Rating :	A
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Credit Rating	Explanation	Rating Comments
A	Acceptable Risk	Business dealings permissible with moderate risk of default

Status :	Satisfactory
Payment Behaviour :	No Complaints
Litigation :	Clear

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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

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SINGAPORE - ECONOMIC OVERVIEW

Singapore has a highly developed and successful free-market economy. It enjoys an 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.	: 198301272E
COMPANY NAME	: GEA PROCESS ENGINEERING PTE. LTD.
FORMER NAME	: GEA PROCESS ENGINEERING (S.E.A.) PTE. LTD. (23/10/2008) NIRO (S.E.A.) PTE LTD (22/08/2005) GEA (S E A) PTE LTD (28/11/1997) GEA NIRO (S E A) PTE LTD (21/03/1996)
INCORPORATION DATE	: 22/03/1983
COMPANY STATUS	: EXIST
LEGAL FORM	: PRIVATE LIMITED (LIMITED BY SHARE)
LISTED STATUS	: NO
REGISTERED ADDRESS	: 99, BUKIT TIMAH ROAD, 03-08, ALFA CENTRE, 229835, SINGAPORE.
BUSINESS ADDRESS	: 99, BUKIT TIMAH ROAD, 03-08, ALFA CENTRE, 229835, SINGAPORE.
TEL.NO.	: 65-63388113/96499776
FAX.NO.	: 65-63363363
WEB SITE	: WWW.GEA.COM
CONTACT PERSON	: CLAUD SIEGAARD JENSEN (DIRECTOR)
PRINCIPAL ACTIVITY	: DESIGN, MANUFACTURING AND SUPPLY OF COMPLETE DRYING SYSTEMS AND ITS RELATED PRODUCTS
ISSUED AND PAID UP CAPITAL	: 9,250,000.00 ORDINARY SHARE, OF A VALUE OF SGD 9,250,000.00
SALES	: SGD 102,891,000 [2017]
NET WORTH	: SGD 16,141,000 [2017]
STAFF STRENGTH	: 130 [2018]
BANKER (S)	: HONGKONG & SHANGHAI BANKING CORPORATION LTD
LITIGATION	: CLEAR
FINANCIAL CONDITION	: LIMITED
PAYMENT MANAGEMENT	: NO COMPLAINTS AVERAGE
CAPABILITY	
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

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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 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) design, manufacturing and supply of complete drying systems and its related products.

The immediate holding company of the Subject is GEA PROCESS ENGINEERING A/S, a company incorporated in DENMARK.

The ultimate holding company of the Subject is GEA GROUP AKTIENGESELLSCHAFT, a company incorporated in GERMANY.

Share Capital History

Date	Issue & Paid Up Capital
02/11/2018	SGD 9,250,000.00

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

Current Shareholder(s) :

Name	Address	IC/PP/Loc No	Shareholding	(%)
GEA PROCESS ENGINEERING A/S	305, GLADSAXEVEJ, DK-2860, SOEBORG DENMARK	S83UF0339	9,250,000.00	100.00
			----- 9,250,000.00 =====	----- 100.00 =====

+ Also Director

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

Local No	Country	Company	Status	(%)	As At
	PHILIPPINES	GEA PROCESS ENGINEERING (PHILIPPINES) INC	-	99.90	31/12/2017
	PHILIPPINES	NIRO (PHILIPPINES) INC.	-	100.00	31/12/2017

DIRECTORS

DIRECTOR 1

Name Of Subject : SAMILLANO NOVIC EDANG
Address : 372, HOUGANG STREET 31, 06-45, 530372, SINGAPORE.
IC / PP No : S7062663B
Nationality : FILIPINO
Date of Appointment : 01/04/2016

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INTEREST CHECK

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

INTEREST IN COMPANY

N o	Local No	Company	Designat ion	App Date	Shareholdi ng		Profit/(loss) After Tax	Financ ial Year	Stat us	As At
					No.	%				
1	1983012 72E	GEA PROCESS ENGINEER ING PTE. LTD.	Director	01/04/2 016	0.00	-	SGD(1,565,00 0.00)	2017	-	02/11/2 018

DIRECTOR 2

Name Of Subject : CLAUD SIEGAARD JENSEN
Address : 5, RHU CROSS, 13-14, COSTA RHU OLIVA, 437434, SINGAPORE.
IC / PP No : G5792438T
Nationality : DANE
Date of : 01/04/2016
Appointment

INTEREST CHECK

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

INTEREST IN COMPANY

N o	Local No	Company	Designat ion	App Date	Shareholdi ng		Profit/(loss) After Tax	Financ ial Year	Stat us	As At
					No.	%				
1	1983012 72E	GEA PROCESS ENGINEER ING PTE. LTD.	Director	01/04/2 016	0.00	-	SGD(1,565,00 0.00)	2017	-	02/11/2 018

DIRECTOR 3

Name Of Subject : GAN YEOW WAH

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Address : 29, DUKU ROAD, 429185, SINGAPORE.
IC / PP No : S1479391G
Nationality : SINGAPOREAN
Date of : 01/09/2005
Appointment

INTEREST CHECK

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

INTEREST IN COMPANY

N o	Local No	Company	Designat ion	App Date	Shareholdi ng		Profit/(loss) After Tax	Financ ial Year	Stat us	As At
					No.	%				
1	1983012 72E	GEA PROCESS ENGINEER ING PTE. LTD.	Director	01/09/2 005	0.00	-	SGD(1,565,00 0.00)	2017	-	02/11/2 018

MANAGEMENT

1) Name of : CLAUD SIEGAARD JENSEN
Subject
Position : DIRECTOR

AUDITOR

Firm No	Firm Name	Address	As At Date
	KPMG LLP	N/A	31/12/2017

COMPANY SECRETARIES

1) Company : ROBIN LIM BOON CHENG
Secretary
IC / PP No : S1249098D
Address : 121, BUKIT BATOK CENTRAL, 16-439, 650121, SINGAPORE.
Date of : 01/10/2013

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Appointment

BANKING

Banking relations are maintained principally with :

1) Name : HONGKONG & SHANGHAI BANKING CORPORATION LTD

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 legal action was found in our databank.

No winding up petition was found in our databank.

PAYMENT RECORD

SOURCES OF RAW MATERIALS:

Local : YES
Overseas : YES
Import : DENMARK
Countries

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 : YES
Domestic Markets : SINGAPORE
Overseas : YES

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Export Market : WORLDWIDE
Credit Term : 30 - 60 DAYS
Payment Mode : CHEQUES
LETTER OF CREDIT (LC)
TELEGRAPHIC TRANSFER (TT)

OPERATIONS

Products manufactured : COMPLETE DRYING SYSTEMS AND ITS RELATED PRODUCTS

Total Number of Employees:
YEAR 2018

GROUP	N/A
COMPANY	130

Branch : NO
Other Information:

The Subject is principally engaged in the (as a / as an) design, manufacturing and supply of complete drying systems and its related products.

The principal activities of the Subject are those relating to the business of design, manufacturing and supply of complete drying systems used in industrial drying processes.

The Subject uses high technology of machines in order to produce high quality of products.

CURRENT INVESTIGATION

Latest fresh investigations carried out on the Subject indicated that :

Telephone Number Provided By : +65-6338-8113

Client

Current Telephone Number : 65-63388113/96499776

Match : YES

Address Provided by Client : 99 BUKIT TIMAH ROAD, NO 03-08, ALFA CENTER SINGAPORE

Current Address : 99, BUKIT TIMAH ROAD, 03-08, ALFA CENTRE, 229835,
SINGAPORE.

Match : NO

Other Investigations

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

The address provided is incomplete.

FINANCIAL ANALYSIS

Profitability

Turnover	:	Erratic	[	2015 - 2017]
Profit/(Loss) Before Tax	:	Increased	[	2015 - 2017]
Return on Shareholder Funds	:	Unfavourable	[	(9.70%)]
Return on Net Assets	:	Unfavourable	[	(7.76%)]

The fluctuating turnover reflects the fierce competition among the existing and new market players. Higher losses before tax during the year could be due to the higher operating costs incurred. The Subject's unfavourable returns on shareholders' funds indicate the management's inefficiency in utilising its assets to generate returns.

Working Capital Control

Debtor Ratio	:	Unfavourable	[	68 Days]
Creditors Ratio	:	Favourable	[	28 Days]

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	:	Favourable	[	1.35 Times]
Current Ratio	:	Unfavourable	[	1.35 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	:	Unfavourable	[	(52.21 Times)]
Gearing Ratio	:	Favourable	[	0.00 Times]

The Subject incurred losses in the year. It did not generate sufficient income to service its interest. If the situation does not improve, the Subject may be vulnerable to default in servicing the interest. 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 :

The Subject's losses increased but its turnover showed a fluctuating trend. This indicate the Subject was slowly losing its market share due to its competitors. 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's interest cover was negative, indicating that it did not generate sufficient income to service its interest. If its result does not show impressive improvements or succeed obtaining short term financing or capital injection, it may not be able to service its interest and repay the loans. 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 : LIMITED

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)
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

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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	25.40	22.00	-	-	-
Real Estate	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 MANUFACTURING

:

The manufacturing sector expanded by 4.8% in the fourth quarter, supported largely by robust output growth in the electronics and precision engineering clusters. For the whole of 2017, the manufacturing sector grew by 10%, accelerating from the 3.7% expansion in 2016. Growth was largely driven by the electronics and precision engineering clusters, even as the biomedical manufacturing, transport engineering and general manufacturing industries clusters contracted.

The electronics cluster grew by 24% in the fourth quarter 2017, largely due to the semiconductors segment, which expanded by 35%. Specifically, the semiconductors segment benefitted from robust global semiconductors demand, which was in turn driven by key end markets such as the smartphone market. At the same time, the computer peripherals segment registered healthy growth of 9.5%, supported by buoyant demand for printer-related products. On the other hand, the data storage and other electronic modules & components segments contracted by 25% and 7.5% respectively. For the full year, the electronics cluster expanded by 34% as the healthy performance of the semiconductors and computer peripherals segments more than offset the weakness in the data storage segment.

In fourth quarter 2017, the precision engineering cluster expanded to 20%, supported by both the precision modules & components (PMC) and machinery & systems (M&S) segments. Output in the PMC segment rose by 40% due to an increase in the production of dies, moulds, tools, jigs & fixture, optical instruments and metal precision components. Meanwhile, the M&S segment grew by 8.9% in tandem with healthy export demand for semiconductor manufacturing equipment. For the whole of 2017, the output of the precision engineering cluster rose by 18% on account of robust expansions in both segments.

The chemicals cluster grew by 12% in the fourth quarter 2017, with all segments recording growth. In particular, the petrochemicals segment grew by 23% on the back of production capacity expansions, while the petroleum

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segment expanded by 13% supported by higher refining margins. At the same time, the other chemicals and specialties segments posted growth of 8.1% and 6.2% respectively. For 2017 as a whole, the chemicals cluster expanded by 6.2%, supported by growth in all segments.

Besides, output of the general manufacturing industries cluster increased to 6.6% in the fourth quarter 2017, primarily due to the strong performance of the food, beverages & tobacco (FBT) segment, which grew by 18% on the back of a surge in the production of beverages products. On the other hand, the printing segment shrank by 11% due to weak demand for commercial printing, while output in the miscellaneous industries segment declined by 0.6% on account of a lower production of construction-related materials. For the whole of 2017, the general manufacturing industries cluster contracted by 1.6%, as output declines in the printing and miscellaneous industries segments outweighed output gains in the FBT segment.

Moreover, output of the transport engineering cluster fell by 7.8% in the fourth quarter 2017. The aerospace segment recorded robust growth of 13% due to a higher volume of repair and maintenance work from commercial airlines. However, this was more than offset by output declines in the marine & offshore engineering (M&OE) and land transport segments of 22% and 11% respectively. In particular, the M&OE segment remained weak on account of low levels of rig-building, shipbuilding and repair activities. For the full year 2017, the transport engineering cluster shrank by 6.9%, dragged down mainly by the M&OE segment.

The biomedical manufacturing cluster contracted by 28% in the fourth quarter 2017, weighed down by the pharmaceuticals segment (-37%) on the back of a drop in the production of active pharmaceutical ingredients and biological products. However, the medical technology segment, which grew at a healthy pace of 3.3%, provided some support to the cluster. For 2017 as a whole, output in the biomedical manufacturing cluster fell by 9.3%, led by the output decline in the pharmaceuticals segment.

OVERALL INDUSTRY OUTLOOK : MARGINAL GROWTH

CREDIT RISK EVALUATION & RECOMMENDATION

Incorporated in 1983, the Subject is a Private Limited company, focusing on design, manufacturing and supply of complete drying systems and its related 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 9,250,000 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.

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. The Subject is a fairly large and rapidly growing company with over 130 staff in its 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.

Despite the higher turnover, the Subject suffered pre-tax losses which reflected a highly competitive business environment. The 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 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 SGD 16,141,000, the Subject should be able to maintain its business in the near terms.

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The Subject's supplier are from both the local and overseas countries. This will eliminates the risk of dependency on deliveries from a number of key suppliers and insufficient quantities of its raw materials. Overall the Subject has a good control over its resources.

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 SINGAPORE FINANCIAL REPORTING STANDARDS.

GEA PROCESS ENGINEERING PTE. LTD.

Financial Year End	2017-12-31	2016-12-31	2015-12-31
Months	12	12	12
Consolidated Account	Company	Company	Company
Audited Account	YES	YES	YES
Unqualified Auditor's Report (Clean Opinion)	YES	YES	YES
Financial Type	FULL	FULL	FULL
Currency	SGD	SGD	SGD
TURNOVER	102,891,000	64,423,000	80,497,000
Total Turnover	102,891,000	64,423,000	80,497,000
Costs of Goods Sold	(86,727,000)	(51,339,000)	(62,264,000)
Gross Profit	16,164,000	13,084,000	18,233,000
PROFIT/(LOSS) FROM OPERATIONS	(1,277,000)	(545,000)	(1,207,000)
PROFIT/(LOSS) BEFORE TAXATION	(1,277,000)	(545,000)	(1,207,000)
Taxation	(288,000)	(142,000)	223,000
PROFIT/(LOSS) AFTER TAXATION	(1,565,000)	(687,000)	(984,000)
RETAINED PROFIT/(LOSS) BROUGHT FORWARD			
As previously reported	8,456,000	9,143,000	10,127,000
As restated	8,456,000	9,143,000	10,127,000
PROFIT AVAILABLE FOR APPROPRIATIONS	6,891,000	8,456,000	9,143,000
RETAINED PROFIT/(LOSS) CARRIED FORWARD	6,891,000	8,456,000	9,143,000

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INTEREST EXPENSE (as per notes to P&L)

Others	24,000	40,000	-
	24,000	40,000	-
DEPRECIATION (as per notes to P&L)	77,000	75,000	106,000
Total Amortization And Depreciation	77,000	75,000	106,000

BALANCE SHEET

GEA PROCESS ENGINEERING PTE. LTD.

ASSETS EMPLOYED:

FIXED ASSETS	523,000	288,000	328,000
LONG TERM INVESTMENTS/OTHER ASSETS			
Deferred assets	108,000	108,000	108,000
TOTAL LONG TERM INVESTMENTS/OTHER ASSETS	108,000	108,000	108,000
INTANGIBLE ASSETS			
Goodwill on consolidation	1,057,000	1,057,000	1,057,000
TOTAL INTANGIBLE ASSETS	1,057,000	1,057,000	1,057,000
TOTAL LONG TERM ASSETS	1,688,000	1,453,000	1,493,000
CURRENT ASSETS			
Trade debtors	19,186,000	9,046,000	8,821,000
Other debtors, deposits & prepayments	929,000	1,090,000	916,000
Amount due from holding company	28,826,000	37,047,000	20,962,000
Amount due from related companies	5,563,000	2,865,000	2,040,000
Cash & bank balances	653,000	2,448,000	2,563,000
Others	601,000	325,000	233,000
TOTAL CURRENT ASSETS	55,758,000	52,821,000	35,535,000
TOTAL ASSET	57,446,000	54,274,000	37,028,000
CURRENT LIABILITIES			
Trade creditors	6,648,000	3,977,000	4,796,000
Other creditors & accruals	7,624,000	3,969,000	3,698,000
Amounts owing to holding company	6,354,000	2,354,000	625,000
Amounts owing to related companies	18,366,000	5,792,000	8,045,000
Other liabilities	2,313,000	20,476,000	1,471,000
TOTAL CURRENT LIABILITIES	41,305,000	36,568,000	18,635,000

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NET CURRENT ASSETS/(LIABILITIES)	14,453,000	16,253,000	16,900,000
TOTAL NET ASSETS	16,141,000	17,706,000	18,393,000
FINANCED BY:			
SHARE CAPITAL			
Ordinary share capital	9,250,000	9,250,000	9,250,000
TOTAL SHARE CAPITAL	9,250,000	9,250,000	9,250,000
RESERVES			
Retained profit/(loss) carried forward	6,891,000	8,456,000	9,143,000
TOTAL RESERVES	6,891,000	8,456,000	9,143,000
SHAREHOLDERS' FUNDS/EQUITY	16,141,000	17,706,000	18,393,000

FINANCIAL RATIO

GEA PROCESS ENGINEERING PTE. LTD.

TYPES OF FUNDS

Cash	653,000	2,448,000	2,563,000
Net Liquid Funds	653,000	2,448,000	2,563,000
Net Liquid Assets	14,453,000	16,253,000	16,900,000
Net Current Assets/(Liabilities)	14,453,000	16,253,000	16,900,000
Net Tangible Assets	15,084,000	16,649,000	17,336,000
Net Monetary Assets	14,453,000	16,253,000	16,900,000

PROFIT & LOSS ITEMS

Earnings Before Interest & Tax (EBIT)	(1,253,000)	(505,000)	(1,207,000)
Earnings Before Interest, Taxes, Depreciation And Amortization (EBITDA)	(1,176,000)	(430,000)	(1,101,000)

BALANCE SHEET ITEMS

Total Borrowings	0	0	0
Total Liabilities	41,305,000	36,568,000	18,635,000
Total Assets	57,446,000	54,274,000	37,028,000
Net Assets	16,141,000	17,706,000	18,393,000
Net Assets Backing	16,141,000	17,706,000	18,393,000
Shareholders' Funds	16,141,000	17,706,000	18,393,000
Total Share Capital	9,250,000	9,250,000	9,250,000
Total Reserves	6,891,000	8,456,000	9,143,000

GROWTH RATIOS (Year on Year) (%)

Revenue	59.71	(19.97)	-
Profit/(Loss) Before Tax	(134.31)	54.85	-
Profit/(Loss) After Tax	(127.80)	30.18	-
Total Assets	5.84	46.58	-
Total Liabilities	12.95	96.23	-

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LIQUIDITY (Times)			
Cash Ratio	0.02	0.07	0.14
Liquid Ratio	1.35	1.44	1.91
Current Ratio	1.35	1.44	1.91
WORKING CAPITAL CONTROL (Days)			
Stock Ratio	0	0	0
Debtors Ratio	68	51	40
Creditors Ratio	28	28	28
SOLVENCY RATIOS (Times)			
Gearing Ratio	0	0	0
Liabilities Ratio	2.56	2.07	1.01
Times Interest Earned Ratio	(52.21)	(12.63)	0
Assets Backing Ratio	1.63	1.80	1.87
PERFORMANCE RATIO (%)			
Operating Profit Margin	(1.24)	(0.85)	(1.50)
Net Profit Margin	(1.52)	(1.07)	(1.22)
Return On Net Assets	(7.76)	(2.85)	(6.56)
Return On Capital Employed	(7.29)	(2.69)	(6.21)
Return On Shareholders' Funds/Equity	(9.70)	(3.88)	(5.35)
Dividend Pay Out Ratio (Times)	0	0	0
NOTES TO ACCOUNTS			
Contingent Liabilities	0	0	0

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 52.23

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

INFORMATION DETAILS

Analysis Done by :	VIV
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)