

MIRA INFORM REPORT

Report No. :	540680
Report Date :	22.11.2018

IDENTIFICATION DETAILS

Name :	MAXXIS INTERNATIONAL (THAILAND) CO., LTD.
Registered Office :	300/1 Moo 1, T. Tasith, A. Pluakdaeng, Rayong 21140
Country :	Thailand
Financials (as on) :	31.12.2017
Date of Incorporation :	05.11.2002
Com. Reg. No.:	0105545117180
Legal Form :	Private Limited Company
Line of Business :	The subject is engaged in manufacturing various types of tyres for automotive and agricultural machineries, such as passenger car, picked up truck, off-road 4 wheels drive, light truck, light truck 4 x 4 wheels, ATV, trailer, rack kart, lawnmower & pushcart, motorcycle and bicycle.
No. of Employees :	2,000

RATING & COMMENTS

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

MIRA's Rating :	B
-----------------	---

Credit Rating	Explanation	Rating Comments
B	Medium Risk	Business dealings permissible on a regular monitoring basis

Status :	Moderate
Payment Behaviour :	Slow but Correct
Litigation :	Clear

NOTES :

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.

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)
Thailand	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

THAILAND - ECONOMIC OVERVIEW

With a relatively well-developed infrastructure, a free-enterprise economy, and generally pro-investment policies, Thailand is highly dependent on international trade, with exports accounting for about two-thirds of GDP. Thailand's exports include electronics, agricultural commodities, automobiles and parts, and processed foods. The industry and service sectors produce about 90% of GDP. The agricultural sector, comprised mostly of small-scale farms, contributes only 10% of GDP but employs about one-third of the labor force. Thailand has attracted an estimated 3.0-4.5 million migrant workers, mostly from neighboring countries.

Over the last few decades, Thailand has reduced poverty substantially. In 2013, the Thai Government implemented a nationwide 300 baht (roughly \$10) per day minimum wage policy and deployed new tax reforms designed to lower rates on middle-income earners.

Thailand's economy is recovering from slow growth during the years since the 2014 coup. Thailand's economic fundamentals are sound, with low inflation, low unemployment, and reasonable public and external debt levels. Tourism and government spending - mostly on infrastructure and short-term stimulus measures - have helped to boost the economy, and The Bank of Thailand has been supportive, with several interest rate reductions.

Over the longer-term, household debt levels, political uncertainty, and an aging population pose risks to growth.

Source : CIA

COMPANY NAME

MAXXIS INTERNATIONAL (THAILAND) CO., LTD.

SUMMARY

BUSINESS ADDRESS : 300/1 MOO 1, T. TASITH, A. PLUAKDAENG,
RAYONG 21140, THAILAND
TELEPHONE : [66] 38 955-856, 38 955-708-11, 38 959-221-2
FAX : [66] 38 955-712, 38 954-498
E-MAIL ADDRESS : hr@maxxis.co.th
REGISTRATION ADDRESS : SAME AS BUSINESS ADDRESS

ESTABLISHED : 2002
REGISTRATION/TAX ID NO. : 0105545117180
CAPITAL REGISTERED : BHT. 6,500,000,000
CAPITAL PAID-UP : BHT. 6,500,000,000
SHARES PROPORTION : FOREIGN : 100%
FISCAL YEAR CLOSING DATE : DECEMBER 31
LEGAL STATUS : PRIVATE LIMITED COMPANY
EXECUTIVE : MR. CHEN SHIU HSIUNG, TAIWANESE
PRESIDENT

NO. OF STAFF : 2,000
LINES OF BUSINESS : AUTOMOTIVE TYRES
MANUFACTURER, DISTRIBUTOR AND EXPORTER

CORPORATE PROFILE

OPERATING TREND : STABLE
PRESENT SITUATION : OPERATING NORMALLY
REPUTATION : GOOD WITH NORMAL BUSINESS ENGAGEMENT
MANAGEMENT STANDARD : MANAGEMENT WITH FAIR PERFORMANCE

HISTORY

The subject was established on November 5, 2002 as a private limited company under the registered name MAXXIS INTERNATIONAL (THAILAND) CO., LTD. by Taiwanese and BVI groups, with the business objective to manufacture various types of tyres for automobiles and agricultural machineries. It currently employs approximately 2,000 staff.

It is a wholly owned subsidiary of Maxxis Holdings (BVI) Company Limited, British Virgin Islands, which is a subsidiary of Cheng Shin Rubber Ind. Co., Ltd., in Taiwan. There are other U.S. facilities in California

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.

and Texas. Maxxis also has facilities in Taiwan, Republic of China, Thailand, Japan, Germany, and Canada. Worldwide employment is more than 15,000 people, with distribution in over 130 countries.

The subject's registered address is 300/1 Moo 1, T. Tasith, A. Pluakdaeng, Rayong 21140, and this is the subject's current operation address.

THE BOARD OF DIRECTORS

<u>Name</u>	<u>Nationality</u>	<u>Age</u>
Mr. Lo Tsai Jen	Taiwanese	65
Mr. Chen Shiu Hsiung	Taiwanese	78

AUTHORIZED PERSON

Anyone of the above directors can sign on behalf of the subject with company's affixed.

MANAGEMENT

Mr. Chen Shiu Hsiung is the President.
He is Taiwanese nationality with the age of 78 years old.

Mr. Lo Tsai Jen is the Managing Director.
He is Taiwanese nationality with the age of 65 years old.

Mr. Chang Ching Ming is the Sales & Marketing Manager.
He is Taiwanese nationality.

Mr. Chang Chin Lu is the Plant Manager.
He is Taiwanese nationality.

BUSINESS OPERATIONS

The subject is engaged in manufacturing various types of tyres for automotive and agricultural machineries, such as passenger car, picked up truck, off-road 4 wheels drive, light truck, light truck 4 x 4 wheels, ATV, trailer, rack kart, lawnmower & pushcart, motorcycle and bicycle.

MAJOR BRAND

"MAXXIS"

PRODUCTION

Approximately 40,000 tyres per day

PURCHASE

Raw materials mainly rubber, chemical and components are purchased from both domestic and overseas suppliers in Taiwan, Japan, United States of America, India, Republic of China and Germany.

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.

MAJOR SUPPLIERS

Cheng Shin Rubber Ind. Co., Ltd.	: Taiwan
Cheng Shin Rubber USA, Inc.	: U.S.A.
Cheng Shin-Toyo Tire & Rubber (China) Co., Ltd.	: Republic of China
Thai Carbon Black Public Company Limited	: Thailand

SALES

80% of the products is exported to United States of America, Japan, South Korea, Africa, Singapore, Malaysia, Hong Kong, India, Germany, Vietnam, Canada, U.K., Indonesia, Australia, Netherlands, New Zealand, Philippines, Laos, Taiwan, Republic of China, Brazil, Argentina, Myanmar and Middle East, and the remaining 20% is sold locally by wholesale to dealers.

MAJOR CUSTOMERS

Maxxis International GmbH.	: Germany
Cheng Shin Rubber U.S.A, Inc.	: U.S.A.
Cheng Shin Rubber (Vietnam) Ind. Co., Ltd.	: Vietnam
Cheng Shin Rubber Ind. Co., Ltd.	: Taiwan
Cheng Shin Rubber Canada, Inc.	: Canada
Maxxis International (UK) Plc.	: U.K.
Maxxis International Japan Co., Ltd.	: Japan

SUBSIDIARY AND AFFILIATED COMPANY

The subject is not found to have any subsidiary or affiliated company here in Thailand.

LITIGATION

Bankruptcy and Receivership

There are no litigation on bankruptcy and receivership cases filed against the subject found at Legal Execution Department for the past five years.

Others

There are no legal suits filed against the subject according to the past two years.

CREDIT

Sales are by cash or on the credits term of 30-60 days.
Local bills are paid by cash or on the credits term of 30-60 days.
Imports are by L/C at sight or T/T.
Exports are against L/C at sight & T/T.

BANKING

Bangkok Bank Public Company Limited
[Pluakdaeng Branch : Pluakdaeng, Rayong]

EMPLOYMENT

The subject employs approximately 2,000 office staff and factory workers.

LOCATION DETAILS

The premise is owned for administrative office, factory I and warehouse on 267,200 square meters at the heading address. Premise is located in Eastern Seaboard Industrial Estate area.

Factory II is located at 300/3 Moo 1, T. Tasith, A. Pluakdaeng, Rayong 21140.

Warehouse is located at 246 Moo 1, T. Tasith, A. Pluakdaeng, Rayong 21140.

COMMENT

The subject has been manufacturing outstanding tyre products for more than 16 years with its long experience that drew more than 1,500 tire dealers. The Thailand plant has undergone several expansions over the past several years. Its plant produces products for both domestic and foreign consumption. The factory is an OE supplier in Thailand for companies worldwide. However, the subject's operating performance in 2017 was depressive with a drastic decrease in both sales or service income and a net loss comparing to the previous year, mainly caused by sluggish economy and slow consumption of the products from automotive industries. With no sign of improvement or growth of related industries, the subject would inevitably encounter a slow growth this year.

FINANCIAL INFORMATION

The capital was initially registered at Bht. 2,000,000,000 divided into 20,000,000 shares of Bht. 100 each.

The capital was increased later as follows:

Bht. 4,000,000,000 on August 3, 2004
Bht. 6,500,000,000 on October 24, 2007

The latest registered capital was increased to Bht. 6,500,000,000 divided into 65,000,000 shares of Bht. 100 each with fully paid.

THE SHAREHOLDERS LISTED WERE : [as at April 30, 2018]

<u>NAME</u>	<u>HOLDING</u>	<u>%</u>
Maxxis Holdings (BVI) Company Limited Nationality: BVI Address : P.O. Box 957, Offshore Incorporations	64,999,400	100.00

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.

Center, Road Town, Tortola, British Virgin Islands		
Maxxis Trading Ltd.	300	-
Nationality: Taiwanese		
Address : 180 Jyuguang Road, Yuanlin , Changhua, Taiwan		
Chen Shin Rubber Ind. Co., Ltd.	300	-
Nationality: Taiwanese		
Address : 215 Meei-kong Rd., Ta-Suan, Changhua, Taiwan		

Total Shareholders : 3

Share Structure [as at April 30, 2018]

Nationality	Shareholders	No. of Share	% Shares
Thai	-	-	-
Foreign	3	65,000,000	100.00
Total	3	65,000,000	100.00

NAME OF AUDITOR & CERTIFIED PUBLIC ACCOUNTANT NO. :

Mrs. Anutai Poomsurakul No. 3873

FINANCIAL

BALANCE SHEET [BAHT]

The latest financial figures published for December 31, 2017, 2016 & 2015 were:

	ASSETS		
Current Assets	2017	2016	2015
Cash and Cash Equivalents	1,754,575,584	1,618,383,143	1,561,838,310
Trade Accounts & Other Receivable	1,892,493,759	2,125,723,686	2,240,275,395
Inventories	3,031,482,882	2,487,711,516	1,850,057,821
Total Current Assets	6,678,552,225	6,231,818,345	5,652,171,526
Fixed Assets	12,710,538,889	13,683,591,217	14,620,269,597
Intangible Assets	6,691,114	4,755,404	7,602,643
Other Non-current Assets	803,822	803,822	803,822

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.

Total Assets	19,396,586,050	19,920,968,788	20,280,847,588
---------------------	-----------------------	-----------------------	-----------------------

LIABILITIES & SHAREHOLDERS' EQUITY [BAHT]

Current Liabilities	2017	2016	2015
Trade Accounts & Other Payable	2,038,831,092	2,408,861,045	1,912,682,575
Current Portion of Long-term Liabilities	692,760,670	2,067,383,547	1,852,895,464
Short-term Loan	4,291,895,653	2,646,500,000	3,852,962,768
Other Current Liabilities	7,937,513	14,442,792	15,908,519
Total Current Liabilities	7,031,424,928	7,137,187,384	7,634,449,326
Long-term Loan	3,827,966,306	3,207,745,541	3,648,401,163
Estimated Liabilities for Employee Benefits	39,758,564	33,388,188	27,511,645
Total Liabilities	10,899,149,798	10,378,321,113	11,310,362,134
Shareholders' Equity			
Share capital : Baht 100 par value authorized, and issued share capital 65,000,000 shares	6,500,000,000	6,500,000,000	6,500,000,000
Capital Paid	6,500,000,000	6,500,000,000	6,500,000,000
Retained Earning : [Deficit]			
Appropriated statutory reserve	106,357,549	81,430,049	76,750,049
Unappropriated	1,891,078,703	2,961,217,626	2,393,735,405
Total Shareholders' Equity	8,497,436,252	9,542,647,675	8,970,485,454
Total Liabilities and Shareholders' Equity	19,396,586,050	19,920,968,788	20,280,847,588

PROFIT & LOSS ACCOUNT

Revenue	2017	2016	2015
Sales or Services Income	15,862,485,040	16,057,583,892	15,667,496,810
Other Income	41,755,527	111,647,855	230,284,750
Total Revenues	15,904,240,567	16,169,231,747	15,897,781,560
Expenses			
Cost of Goods Sold or Services	14,429,323,869	13,053,234,337	12,669,917,538

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.

MAXXIS INTERNATIONAL (THAILAND) CO., LTD. - 540680

PAGE NO. : 10

Selling Expenses	1,605,235,225	1,777,414,784	1,645,231,210
Administrative Expenses	555,162,799	539,777,880	537,852,504
Other Expenses	17,636,970	2,389,831	100,246
Total Expenses	16,607,358,863	15,372,816,832	14,853,101,498
Profit / [Loss] before Financial Costs & Income Tax	[703,118,296]	796,417,915	1,044,680,062
Financial Costs	156,472,629	[130,634,344]	[754,377,575]
Profit / [Loss] before Income Tax	[546,645,667]	665,783,571	290,302,487
Income Tax	[15,756]	[21,350]	[156,810]
Net Profit / [Loss]	[546,661,423]	665,762,221	290,145,677

FINANCIAL ANALYSIS

ITEM	UNIT	2017	2016	2015
LIQUIDITY RATIO				
CURRENT RATIO	TIMES	0.95	0.87	0.74
QUICK RATIO	TIMES	0.52	0.52	0.50
ACTIVITY RATIO				
FIXED ASSETS TURNOVER	TIMES	1.25	1.17	1.07
TOTAL ASSETS TURNOVER	TIMES	0.82	0.81	0.77
INVENTORY CONVERSION PERIOD	DAYS	76.68	69.56	53.30
INVENTORY TURNOVER	TIMES	4.76	5.25	6.85
RECEIVABLES CONVERSION PERIOD	DAYS	43.55	48.32	52.19
RECEIVABLES TURNOVER	TIMES	8.38	7.55	6.99
PAYABLES CONVERSION PERIOD	DAYS	51.57	67.36	55.10
CASH CONVERSION CYCLE	DAYS	68.66	50.52	50.39
PROFITABILITY RATIO				
COST OF GOODS SOLD	%	90.97	81.29	80.87
SELLING & ADMINISTRATION	%	13.62	14.43	13.93
INTEREST	%	0.99	0.81	4.81
GROSS PROFIT MARGIN	%	9.30	19.41	20.60
NET PROFIT MARGIN BEFORE EX. ITEM	%	(4.43)	4.96	6.67
NET PROFIT MARGIN	%	(3.45)	4.15	1.85
RETURN ON EQUITY	%	(6.43)	6.98	3.23
RETURN ON ASSET	%	(2.82)	3.34	1.43
EARNING PER SHARE	BAHT	(8.41)	10.24	4.46
LEVERAGE RATIO				
DEBT RATIO	TIMES	0.56	0.52	0.56
DEBT TO EQUITY RATIO	TIMES	1.28	1.09	1.26
TIME INTEREST EARNED	TIMES	(4.49)	6.10	1.38

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.

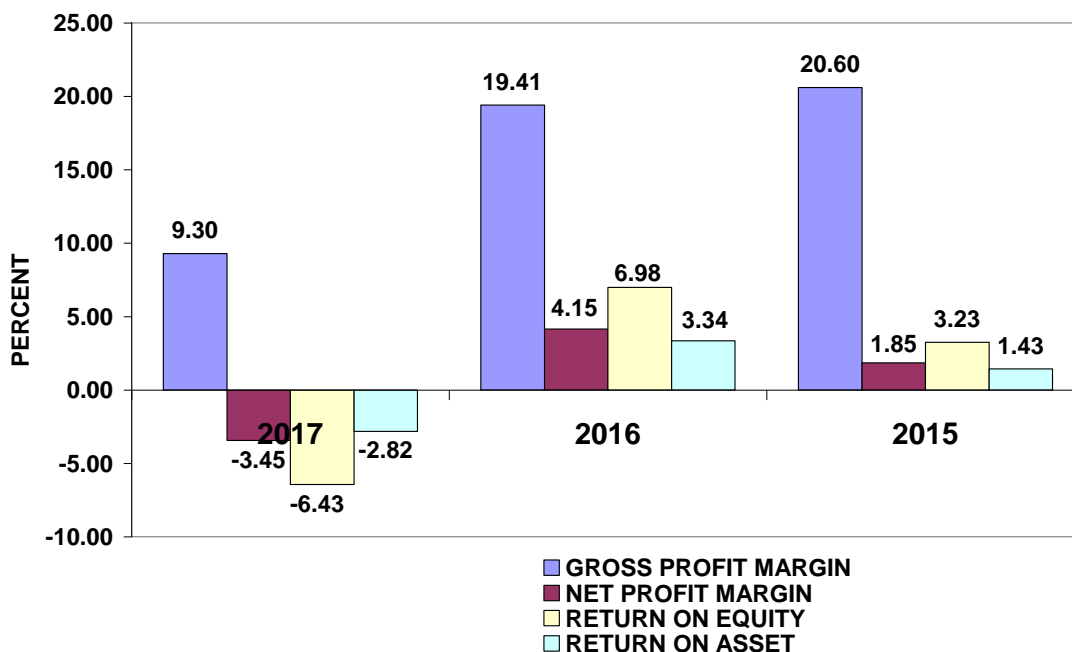
ANNUAL GROWTH

SALES GROWTH	%	(1.21)	2.49
OPERATING PROFIT	%	(188.29)	(23.76)
NET PROFIT	%	(182.11)	129.46
FIXED ASSETS	%	(7.11)	(6.41)
TOTAL ASSETS	%	(2.63)	(1.77)

ANNUAL GROWTH : RISKY

An annual sales growth is -1.21%. Sales Income has decreased from THB 16,057,583,892.00 in 2016 to THB 15,862,485,040.00 in 2017. While net profit has decreased from THB 665,762,221.00 in 2016 to THB -546,661,423.00 in 2017. And total assets has decreased from THB 19,920,968,788.00 in 2016 to THB 19,396,586,050.00 in 2017.

PROFITABILITY : RISKY



PROFITABILITY RATIO

Gross Profit Margin	9.30	Deteriorated	Industrial Average	63.46
Net Profit Margin	(3.45)	Deteriorated	Industrial Average	7.68
Return on Assets	(2.82)	Deteriorated	Industrial Average	7.26
Return on Equity	(6.43)	Deteriorated	Industrial Average	13.71

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.

Gross Profit Margin used to assess a firm's financial health by revealing the proportion of money left over from revenues after accounting for the cost of goods sold. Gross profit margin serves as the source for paying additional expenses and future savings. The company's figure is 9.3%. When compared with the industry average, the ratio of the company was lower. This indicated that company may have problems with control over its costs.

Net Profit Margin is the indicator of the company's efficiency in that net profit takes into consideration all expenses of the company. A low profit margin indicates a low margin of safety, higher risk that a decline in sales will erase profits and result in a net loss. The company's figure is -3.45%. When compared with the industry average, the ratio of the company was lower.

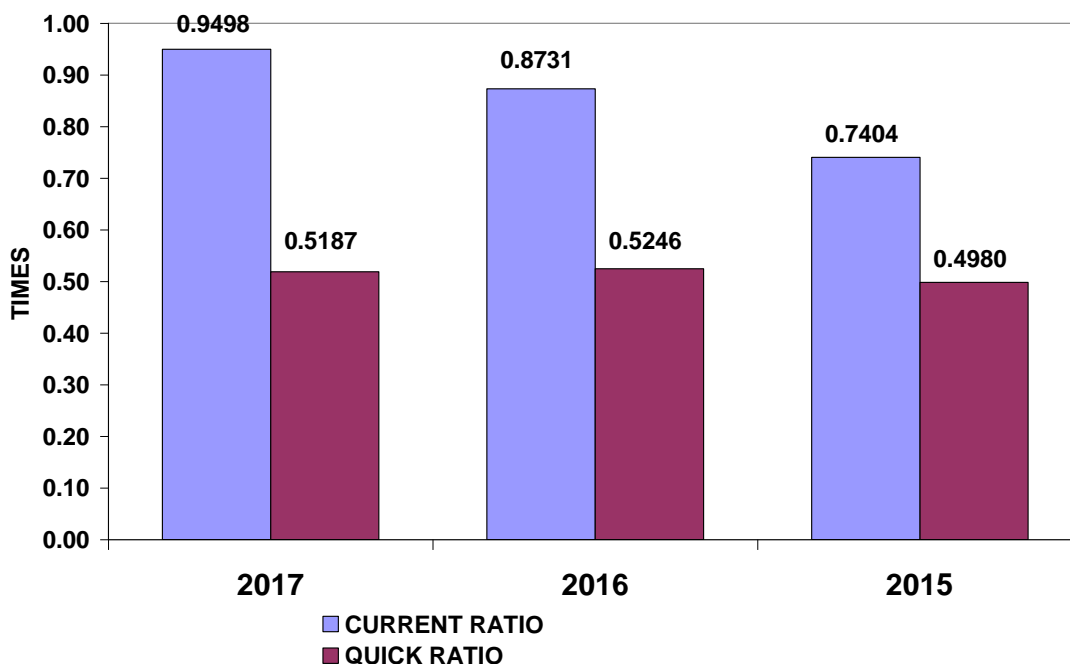
Return on Assets measures how efficiently profits are being generated from the assets employed in the business when compared with the ratios of firms in a similar business. A low ratio in comparison with industry averages indicates an inefficient use of business assets. When compared with the industry average, it was lower, the company's figure is -2.82%.

Return on Equity indicates how profitable a company is by comparing its net income to its average shareholders' equity, ROE measures how much the shareholders earned for their investment in the company. When compared with the industry average, it was lower, the company's figure is -6.43%.

Trend of the average competitors in the same industry for last 5 years

Return on Assets Uptrend
 Return on Equity Uptrend

LIQUIDITY : RISKY



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.

LIQUIDITY RATIO

Current Ratio	0.95	Risky	Industrial Average	1.26
Quick Ratio	0.52			
Cash Conversion Cycle	68.66			

The Current Ratio is to ascertain whether a company's short-term assets are readily available to pay off its short-term liabilities. The company's figure is 0.95 times in 2017, increase from 0.87 times, then the company may have problems meeting its short-term obligations. When compared with the industry average, the ratio of the company was lower.

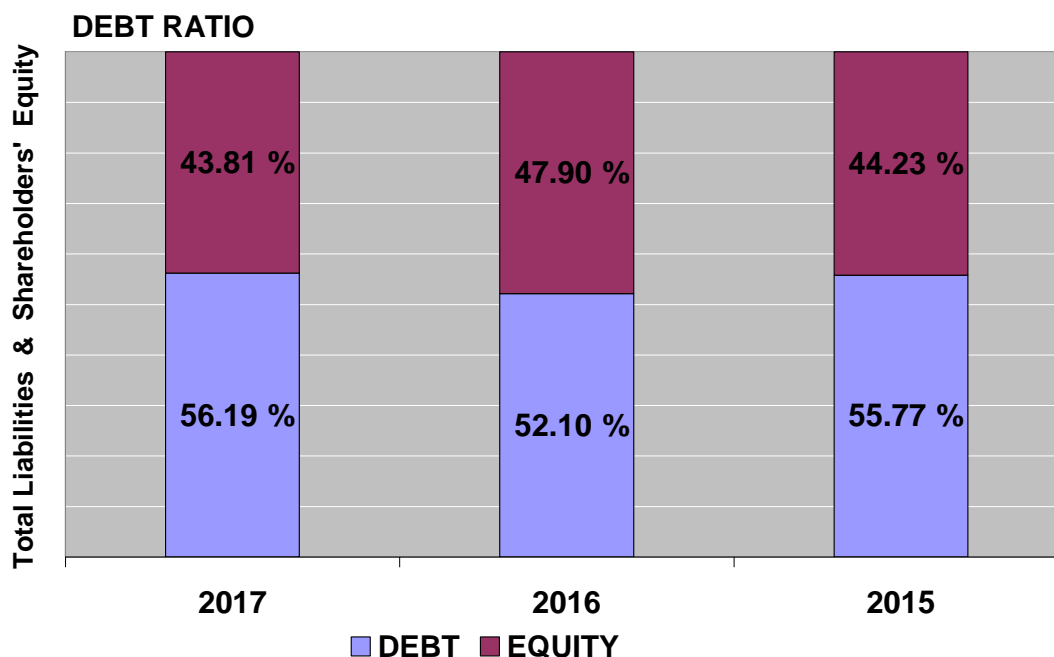
The Quick Ratio is a liquidity indicator that further refines the current ratio by measuring the amount of the most liquid current assets there are to cover current liabilities. The company's figure is 0.52 times in 2017, same figure as in 2016, then the company has not enough current assets that presumably can be quickly converted to cash for pay financial obligations.

The Cash Conversion Cycle measures the number of days a company's cash is tied up in the production and sales process of its operations and the benefit from payment terms from its creditors. It meant the company could survive when no cash inflow was received from sale for 69 days.

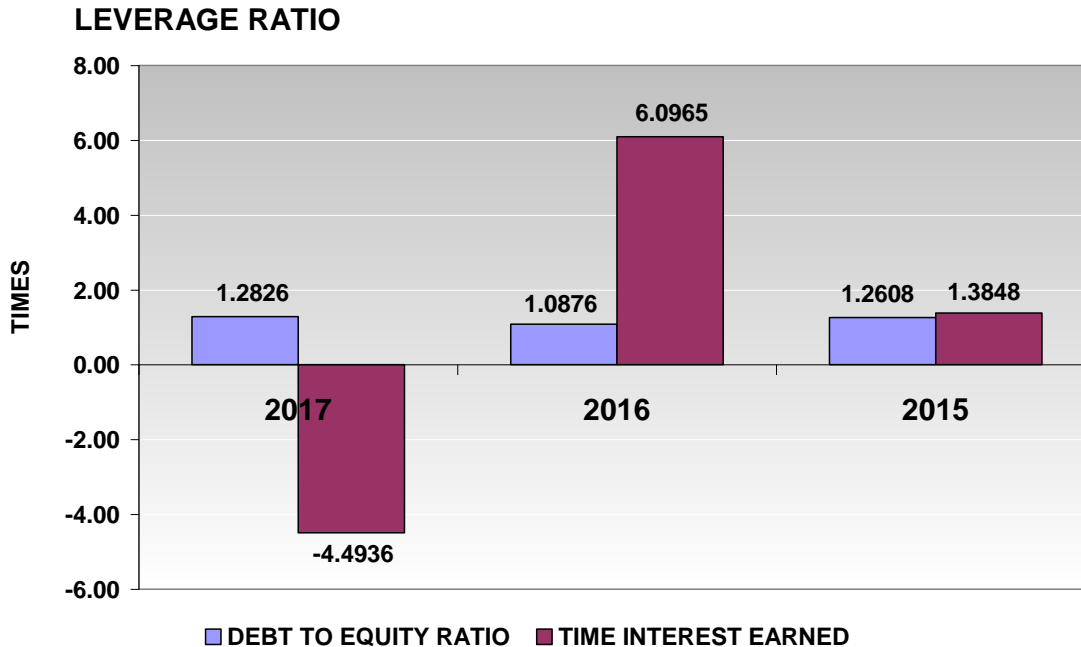
Trend of the average competitors in the same industry for last 5 years

Current Ratio Downtrend

LEVERAGE : RISKY



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.



LEVERAGE RATIO

Debt Ratio	0.56	Acceptable	Industrial Average	0.47
Debt to Equity Ratio	1.28	Risky	Industrial Average	0.89
Times Interest Earned	(4.49)	Risky	Industrial Average	-

Debt to Equity Ratio a measurement of how much suppliers, lenders, creditors and obligors have committed to the company versus what the shareholders have committed. A higher the percentage means that the company is using less equity and has stronger leverage position.

Times Interest Earned measuring a company's ability to meet its debt obligations. Ratio is -4.5 lower than 1, so the company is not generating enough cash from EBIT to meet its interest obligations.

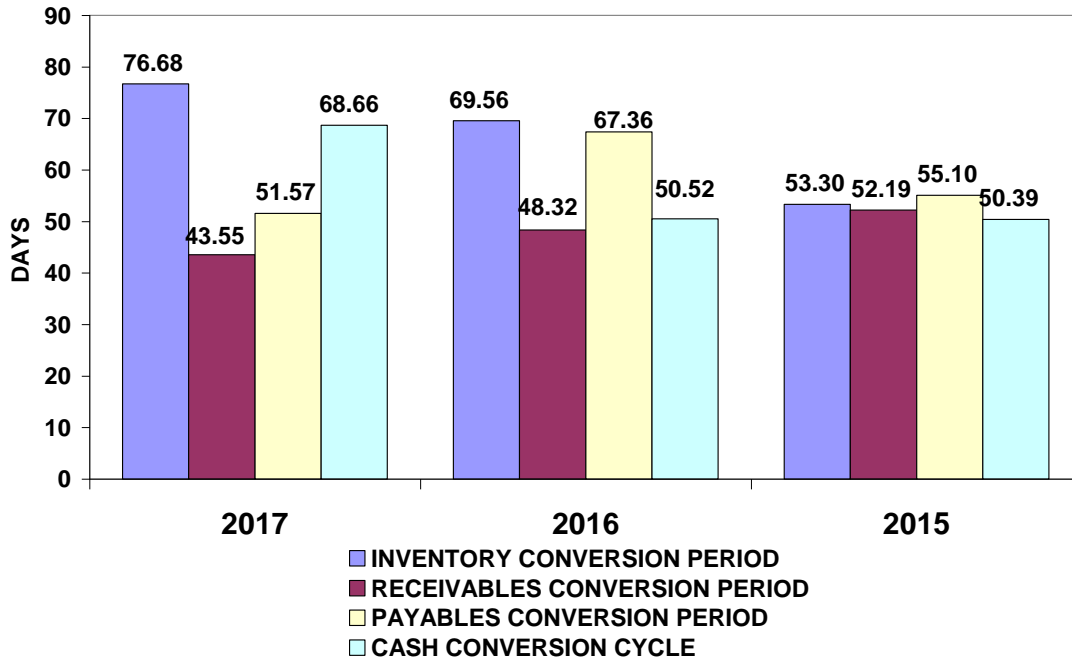
Debt Ratio shows the proportion of a company's assets which are financed through debt. The company's figure is 0.56 greater than 0.5, most of the company's assets are financed through debt.

Trend of the average competitors in the same industry for last 5 years

Debt Ratio	Uptrend
Times Interest Earned	Stable

ACTIVITY : IMPRESSIVE

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.



ACTIVITY RATIO

Fixed Assets Turnover	1.25	Impressive	Industrial Average	-
Total Assets Turnover	0.82	Satisfactory	Industrial Average	0.95
Inventory Conversion Period	76.68			
Inventory Turnover	4.76	Satisfactory	Industrial Average	6.93
Receivables Conversion Period	43.55			
Receivables Turnover	8.38	Impressive	Industrial Average	6.66
Payables Conversion Period	51.57			

The company's Account Receivable Ratio is calculated as 8.38 and 7.55 in 2017 and 2016 respectively. This ratio measures the efficiency of the company in managing its trade debtors to generate revenue. A lower ratio may indicate over extension and collection problems. Conversely, a higher ratio may indicate an overly stringent policy. In this case, the company's A/R ratio in 2017 increased from 2016. This would suggest the company had good performance in the management of its debt collections.

Inventory Turnover in Days Ratio indicates the liquidity of inventory. It estimates the number of days that it will take to sell the current inventory. Inventory is particularly sensitive to change in business activities. The inventory turnover in days has increased from 70 days at the end of 2016 to 77 days at the end of 2017. This represents a negative trend. And Inventory turnover has decreased from 5.25 times in year 2016 to 4.76 times in year 2017.

DISCLAIMER : This Report is **PRIVATE & CONFIDENTIAL** and it is prepared at the request of and for its use by the Subscriber only. The Subscriber shall use the contents of the Report merely as an aid to its business. Mira Inform Private Limited ("MIPL") has collated information/data in the Report, which have not been verified unless otherwise specifically mentioned in the Report. The Subscriber shall independently verify the accuracy and correctness of the information/data before in any way acting upon the same. MIPL shall not be liable for any harm, injury, loss or damage caused to the Subscriber due to default by the Subscriber's debtors/beneficiaries in fulfilling their obligations of any nature whatsoever. This Report or any of its portion shall not be used as a documentary evidence or otherwise before any investigative agencies or forum of law. This Report is confidential and proprietary to MIPL. The Subscriber and/or any other person(s) may not reproduce, publish or disclose any of the contents of the Report to others without the express authorization of MIPL. This Report is prepared and issued to the Subscriber without any risk, responsibility or liability on the part of MIPL or its officials.

The company's Total Asset Turnover is calculated as 0.82 times and 0.81 times in 2017 and 2016 respectively. This ratio is determined by dividing total assets into total sales turnover. The ratio measures the activity of the assets and the ability of the firm to generate sales through the use of the assets.

Trend of the average competitors in the same industry for last 5 years

Fixed Assets Turnover	Stable
Total Assets Turnover	Uptrend
Inventory Turnover	Uptrend
Receivables Turnover	Uptrend

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 71.33
UK Pound	1	INR 91.72
Euro	1	INR 81.69
THB	1	INR 2.14

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

INFORMATION DETAILS

Analysis Done by :	NIS
Report Prepared by :	TRU

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)