

MIRA INFORM REPORT

Report No. :	540605
Report Date :	27.11.2018

IDENTIFICATION DETAILS

Name :	INTEXPOR
Registered Office :	Room 1635, 16/F., Star House, 3 Salisbury Road, Tsimshatsui, Kowloon
Country :	Hong Kong
Date of Incorporation :	12.12.1987
Com. Reg. No.:	10548309-003-05
Legal Form :	Sole Ownership
Line of Business :	Importer, Exporter and Wholesaler of Stainless Steel, Raw materials, Metal, and Finished Products
No. of Employees :	11 (Including Sole Owner)

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 :	Clear

NOTES :

Any query related to this report can be made on e-mail : infodept@mirainform.com while quoting report number, name and date.

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.

ECGC Country Risk Classification List

Country Name	Previous Rating (30.06.2018)	Current Rating (30.09.2018)
Hong Kong	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

HONG KONG - ECONOMIC OVERVIEW

Hong Kong has a free market economy, highly dependent on international trade and finance - the value of goods and services trade, including the sizable share of reexports, is about four times GDP. Hong Kong has no tariffs on imported goods, and it levies excise duties on only four commodities, whether imported or produced locally: hard alcohol, tobacco, oil, and methyl alcohol. There are no quotas or dumping laws. Hong Kong continues to link its currency closely to the US dollar, maintaining an arrangement established in 1983.

Excess liquidity, low interest rates and a tight housing supply have caused Hong Kong property prices to rise rapidly. The lower and middle-income segments of the population increasingly find housing unaffordable.

Hong Kong's open economy has left it exposed to the global economic situation. Its continued reliance on foreign trade and investment makes it vulnerable to renewed global financial market volatility or a slowdown in the global economy.

Mainland China has long been Hong Kong's largest trading partner, accounting for about half of Hong Kong's total trade by value. Hong Kong's natural resources are limited, and food and raw materials must be imported. As a result of China's easing of travel restrictions, the number of mainland tourists to the territory surged from 4.5 million in 2001 to 47.3 million in 2014, outnumbering visitors from all other countries combined. After peaking in 2014, overall tourist arrivals dropped 2.5% in 2015 and 4.5% in 2016. The tourism sector rebounded in 2017, with visitor arrivals rising 3.2% to 58.47 million. Travelers from Mainland China totaled 44.45 million, accounting for 76% of the total.

The Hong Kong Government is promoting the Special Administrative Region (SAR) as the preferred business hub for renminbi (RMB) internationalization. Hong Kong residents are allowed to establish RMB-denominated savings accounts, RMB-denominated corporate and Chinese government bonds have been issued in Hong Kong, RMB trade settlement is allowed, and investment schemes such as the Renminbi Qualified Foreign Institutional Investor (RQFII) Program was first launched in Hong Kong. Offshore RMB activities experienced a setback, however, after the People's Bank of China changed the way it set the central parity rate in August 2015. RMB deposits in Hong Kong fell from 1.0 trillion RMB at the end of 2014 to 559 billion RMB at the end of 2017, while RMB trade settlement handled by banks in Hong Kong also shrank from 6.8 trillion RMB in 2015 to 3.9 trillion RMB in 2017.

Hong Kong has also established itself as the premier stock market for Chinese firms seeking to list abroad. In 2015, mainland Chinese companies constituted about 50% of the firms listed on the Hong Kong Stock Exchange and accounted for about 66% of the exchange's market capitalization.

During the past decade, as Hong Kong's manufacturing industry moved to the mainland, its service industry has grown rapidly. In 2014, Hong Kong and China signed a new agreement on achieving basic liberalization of trade in services in Guangdong Province under the Closer Economic Partnership Agreement (CEPA), adopted in 2003 to forge closer ties between Hong Kong and the mainland. The new measures, which took effect in March 2015, cover a negative list and a most-favored treatment provision. On the basis of the Guangdong Agreement, the Agreement on Trade in Services signed in November 2015 further enhanced liberalization, including extending the implementation of the majority of Guangdong pilot liberalization measures to the whole Mainland, reducing the restrictive measures in the negative list, and adding measures in the positive lists for cross-border services as well as cultural and telecommunications services. In June 2017, the Investment Agreement and the Agreement on Economic and Technical Cooperation (Ecotech Agreement) were signed under the framework of CEPA.

Hong Kong's economic integration with the mainland continues to be most evident in the banking and finance sector. Initiatives like the Hong Kong-Shanghai Stock Connect, the Hong Kong- Shenzhen Stock Connect the Mutual Recognition of Funds, and the Bond Connect scheme are all important steps towards opening up the Mainland's capital markets and have reinforced Hong Kong's role as China's leading offshore RMB market. Additional connect schemes such as ETF Connect (for exchange-traded fund products) are also under exploration by Hong Kong authorities. In 2017, Chief Executive Carrie LAM announced plans to increase



MIRA INFORM PRIVATE LIMITED
605, Palmspring, Near D'Mart, Link Road,
Malad (West), Mumbai - 400 064. INDIA
Tel : 91-22-40448000 (44 lines)
Fax : 91-22-40448045 / 40448046
E-mail : mira@mirainform.com
info@mirainform.com
Website : <http://www.mirainform.com>
<http://www.miraglobalcheck.com>
<http://www.miraglobalcollections.com>

INTEXPOR - 540605

PAGE NO. : 4

government spending on research and development, education, and technological innovation with the aim of spurring continued economic growth through greater sector diversification.

Source : CIA

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.

COMPANY NAME AND ADDRESS

INTEXPOR

(Operated by UNISILK LTD.)

ADDRESS: Room 1635, 16/F., Star House, 3 Salisbury Road, Tsimshatsui, Kowloon, Hong Kong.

PHONE: 852-2735 7758, 2735 7759

FAX: 852-2730 0946

E-MAIL: enquiry@intexportsteel.com

MANAGEMENT:

Manager: Mr. Madhur Dugar

SUMMARY

Establishment: 12th December, 1987.

Organization: Sole Ownership.

Capital Provider: Provided by Sole Owner.

Business Category: Importer, Exporter and Wholesaler.

Employees: 11. (Including Sole Owner)

Main Dealing Banker: Indian Overseas Bank, Hong Kong Branch.

Banking Relation: Satisfactory.

ADDRESS

Head Office:-

Room 1635, 16/F., Star House, 3 Salisbury Road, Tsimshatsui, Kowloon, Hong Kong.

Branch Company:-

Room 1523C, 15/F., Star House, 3 Salisbury Road, Tsimshatsui, Kowloon, Hong Kong.

Mailing Address:-

P.O. Box 98191, Tsim Sha Tsui Post Office, Kowloon, Hong Kong.

Sister Companies:- (Same BR No.)

Texchemie, Hong Kong.

[BR No. 10548309-001]

Nippon Unitech Industrial Co., Hong Kong. (Business Ceased)

[BR No. 10548309-002]

Concentra, Hong Kong. (Business Ceased)

[BR No. 10548309-004]

Alwynco, Hong Kong. (Business Ceased)

[BR No. 10548309-005]

Far East Test and Measurement Systems Co., Hong Kong.

(Business Ceased)

[BR No. 10548309-006]

Amersonic International, Hong Kong.

[BR No. 10548309-007]

Lightex, Hong Kong. (Business Ceased)

[BR No. 10548309-008]

Alpine Silk, Hong Kong. (Business Ceased)

[BR No. 10548309-009]

Success Engineering, Hong Kong.

[BR No. 10548309-010]

Hong Kong Yaten, Hong Kong. (Business Ceased)

[BR No. 10548309-011]

Shanghai Shibang Machinery Co., Hong Kong. (Business Ceased)

[BR No. 10548309-012]

Great China Alliance, Hong Kong.

[BR No. 10548309-013]

Sabko International, Hong Kong.

[BR No. 10548309-014]

Polychemin, Hong Kong. (Business Ceased)

[BR No. 10548309-015]

Ocean Electronics, Hong Kong.

[BR No. 10548309-016]

Metinox International, Hong Kong.

[BR No. 10548309-017]

Related/Associated Companies:-

Amersonic International Ltd., Hong Kong. (Same address)

Ginda Industries Ltd., Hong Kong. [Dissolved]

Intexport Stainless Steel Co. Ltd., Hong Kong.

King Mega International Ltd., Hong Kong.

BUSINESS REGISTRATION NUMBER

10548309-003-05

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.

MANAGEMENT

Manager: Mr. Madhur Dugar
Contact Person: Ms. Cheri Liu

SOLE OWNER

Unisilk Ltd., Hong Kong. (See attachment)

HISTORY

The subject was established on 12th December, 1987 as a sole ownership firm with Unisilk Ltd. as the proprietor under the Hong Kong Business Registration Regulations.
Apart from these, neither material change nor amendment has been ever traced and noted.

OPERATIONS

Activities: Importer, Exporter and Wholesaler.
Lines: Stainless Steel, Raw materials, Metal, and Finished Products, etc.
Employees: 11. (Including Sole Owner)
Commodities Imported: China, India, Russia, etc.
Markets: Other Asian countries, Europe, etc.
Terms/Sales: As per contracted.
Terms/Buying: Various terms.

FINANCIAL INFORMATION

Capital Provider: Provided by Sole Owner.
Profit or Loss: Sole owner makes a profit every year.
Condition: Keeping in an active condition.

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.

Facilities: Making active use of general banking facilities.

Payment: Regular.

Commercial Morality: Good.

Bankers:-

Indian Overseas Bank, Hong Kong Branch.

The Hongkong & Shanghai Banking Corp. Ltd., Hong Kong.

Standing: Very Good.

GENERAL

Intexport is one of the wholly-owned subsidiaries of Unisilk Ltd. [Unisilk] which is a Hong Kong-registered company.

The subject commenced business in December 1987.

The subject and Unisilk share the same operating office. It has been a steel and metal trader since 1986. The subject has had a number of sister companies in Hong Kong.

With more than two decades of experience, Intexport is now one of the significant suppliers for various different grades of stainless steel and metal in Asia. Besides Hong Kong, its offices are in Foshan and Shenzhen Special Economic Zone of China, New Delhi of India, Hochiminh City of Vietnam, Informally, the subject is also known as 'Intexport Steel'.

The subject also operates its own factories and also has strong links with some of the largest iron & steel product producers, especially those in China. It has developed good business relationship with most of the large iron and steel mills in Asia. One of its main China suppliers is Baogang which is in Shanghai, China. It also has had other partners in China.

It provides customers with different grades in stainless steel and carbon steel. These include coils, sheets, pipes, strips and circles, metal products and utensils, etc. Concerning stainless steel products, the subject trades in cold rolled and hot rolled for grades such as 201, 202, 400 series and 304.

According to the subject is trading in the following commodities:-

1. All grades including 201, 300 and 400 series;
2. PCM/PPGI used for appliances manufacturing in cut to size sheets with width above 600 mm and coils;
3. Width from 30 mm - 1500 mm depending on the grade needed by customers;
4. SS like Hinges, Sinks, cutlery, flexible SS pipes, round bars, etc.
5. All finishes like No.1 finish, 2B, BA, 6K, 8k, No.4, HL and PVD coloured stainless steel;

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.

6. Carbon steel Cold rolled coils with width above 600 mm.; &
7. Steel thickness from 0.16 mm - 6 mm in Coils in 2B finish, Thickness 0.18 mm - 1.5 mm in circles, and 2.5 mm - 30 mm in HR coils and plates.

In general, the subject is significant for the following commodities:

- Coils
- Circles
- Sheets
- Plates
- Tubes

In former years, the subject exported about 3,000 to 3,500 MT of stainless steel every month. Now, it just exports about 2,500 to 3,000 MT every month. This was due to the sluggish worldwide market.

In recent years, as the demands of iron and steel decreases, the subject's export volume has decreased. It is difficult to predict when the worldwide markets will recover.

Its main markets are India, Bangladesh, Pakistan, Turkey, Ukraine, Egypt, Vietnam, South Korea, Syria, etc.

Incorporated on 9th May, 1986, the subject's parent Unisilk is experienced in sourcing a wide range of products catering many different industries. It is trading in many different kinds of products such as electronics, electric appliances, electrical products, marble, building materials, grinding machinery and equipment, stationery, skin care products, silk and silk fabrics, chemicals, iron and steel, etc.

Unisilk is an International Sourcing company dealing in a wide range of products with offices in Hong Kong, Shenzhen SEZ, Yiwu, Foshan, India, Bangkok and even Vietnam.

Unisilk has set up a number of subsidiaries in order to trade different products while the subject is one of them.

Owned by the Dugar family, Unisilk has been increasing its scope of business. However, according to Unisilk, about 55% of its business is in stainless steel trading while the rest is the other products.

The directors of Unisilk are Mr. Sajjan Dugar and Mr. Madhur Dugar. Both of whom are Hong Kong ID Card holders and have got the right to reside in Hong Kong. They are also managers of the subject.

The annual sales turnover of Unisilk is significant. Business is profitable.

In June 2016, Unisilk set up a branch office in 15th floor of the same building. Unisilk has set up a subsidiary known as Metinox International, Hong Kong, which is also located at the same address.

The subject is fully supported by Unisilk. Its history in Hong Kong is about thirty-one years.

On the whole, in view of the parentage, history and lines of business of the subject, consider it good for normal business engagements.

COMPANY NAME AND ADDRESS

UNISILK LTD.

ADDRESS: Room 1635, 16/F., Star House, 3 Salisbury Road, Tsimshatsui, Kowloon, Hong Kong.

BUSINESS REGISTRATION NUMBER

10548309-000-05

COMPANY FILE NUMBER

0169007

DATE OF INCORPORATION

9th May, 1986.

ISSUED SHARE CAPITAL

HK\$39,400,000.00 (394,000 fully paid ordinary shares)

SHAREHOLDERS

(As per registry dated 09-05-2018)

<u>Name</u>	<u>No. of shares</u>
Madhur DUGAR	122,442
Sajjan DUGAR	271,558
Total:	394,000
	=====

DIRECTORS

(As per registry dated 09-05-2018)

Name

(Nationality)

Madhur DUGAR

Address

A3-4, 9/F., Hong Yuen Court, 1-5 Tak Shing Street, Kowloon,
Hong Kong.

Sajjan DUGAR

A3-4, 9/F., Hong Yuen Court, 1-5 Tak Shing Street, Kowloon,
Hong Kong.

SECRETARY

(As per registry dated 09-05-2018)

Name

Lodestar Secretaries Ltd.

Address

13/F., Wah Kit Commercial Centre, 302 Des Voeux
Road Central, Hong Kong.

Co. No.

0113023

INDEBTEDNESS

HK\$3,089,370 (Total amount outstanding on all mortgages and charges as per last Annual Return dated 09-05-2018)

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 70.71
UK Pound	1	INR 90.65
Euro	1	INR 80.27
HKD	1	INR 9.04

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

INFORMATION DETAILS

Analysis Done by :	VIV
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)