

## MIRA INFORM REPORT

<b>Report No. :</b>	530455
<b>Report Date :</b>	15.10.2018

### IDENTIFICATION DETAILS

<b>Name :</b>	BHUWALKA STEEL INDUSTRIES (LANKA) LIMITED
<b>Registered Office :</b>	No. 5 - 10, East Tower, World Trade Center, Colombo - 1
<b>Country :</b>	Sri Lanka
<b>Date of Incorporation :</b>	30.06.1995
<b>Com. Reg. No.:</b>	PB 18
<b>Legal Form :</b>	Public Limited Liability Company
<b>Line of Business :</b>	Manufacture of TOR Steel Bars & Distributors under Brand Name of "CN" to Local Market.
<b>No. of Employees :</b>	50 - 100

### RATING & COMMENTS

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

**MIRA's Rating :** B

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

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

#### NOTES :

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

**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)
Sri Lanka	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

**SRI LANKA - ECONOMIC OVERVIEW**

Sri Lanka is attempting to sustain economic growth while maintaining macroeconomic stability under the IMF program it began in 2016. The government's high debt payments and bloated civil service, which have contributed to historically high budget deficits, remain a concern. Government debt is about 79% of GDP and remains among the highest of the emerging markets. In the coming years, Sri Lanka will need to balance its elevated debt repayment schedule with its need to maintain adequate foreign exchange reserves.

In May 2016, Sri Lanka regained its preferential trade status under the European Union's Generalized System of Preferences Plus, enabling many of its firms to export products, including its top export garments, tax free to the EU. In 2017, Parliament passed a new Inland Revenue Act in an effort to increase tax collection and broaden the tax base in response to recommendations made under its IMF program. In November 2017, the Financial Action Task Force on money laundering and terrorist financing listed Sri Lanka as non-compliant, but reported subsequently that Sri Lanka had made good progress in implementing an action plan to address deficiencies.

Tourism has experienced strong growth in the years since the resolution of the government's 26-year conflict with the Liberation Tigers of Tamil Eelam. In 2017, the government promulgated plans to transform the country into a knowledge-based, export-oriented Indian Ocean hub by 2025.

Source : CIA

## **REGISTRATION DETAILS**

Company Name	Bhuwalka Steel Industries (Lanka) Limited		
Former Name of Company (If Any)	N/A		
Legal Form	Public Limited Liability Company	<b>Ltd</b>	
Current Operation States	Active Company		
Registration Number	<b>Previous Reg.</b>	<b>Current Reg.</b>	
	N (PBS) 601	PB 18	
Registration Date	30 <sup>th</sup> June 1995	2007	
Registered Address	No. 5 - 10, East Tower, World Trade Center, Colombo - 1		
TIN No.	N/A		
SVAT	N/A	N/A	

## **AUDITORS AND SECRETARY**

Secretary	BDO Biscon (Private) Limited		
Address	No. 65/2, Sir Chiththampalam A. Gardinar Mawatha, Colombo - 2		
Auditors	BDO Burah Hathy		
Address	No. 65/2, Sir Chiththampalam A. Gardinar Mawatha, Colombo -		

## **BANKERS**

Bank of Ceylon    Nation Trust Bank    -

## **DIRECTOR BOARD**

1	Mr. Sushil Kumar Bhuwalka		
Designation	Managing Director + Shareholder		
D.O.B.	-		
Nationality	India		
Passport No.	F0033759		
Address	India	N/A	
	SL	N/A	

2 Ms. Kanta Bhuwalka  
Designation Director  
D.O.B. -  
Nationality India  
Passport No. A 0277875  
Address India N/A  
SL N/A

## **SHARES AND SHAREHOLDERS**

Issued Shares Capital	Ordinary Shares	Preference Shares
	Rs. 198,142,740.00	-
Number of Shares	19,814,274	-
Value for Per Share	Not Applicable/Stated Vide Companies Act #7 of 2007	

## **LISTED SHARE HOLDERS**

#	Name of the Shareholder	No. of Shares Owned	Share Percentage
1	Confab Steel (Private) Limited	19,814,267	93%
2	Kamal Kumar Bhuwalka		1%
3	Kishan Kumar Bhuwalka		1%
4	Palya Sreenivasaiah Seshadri		1%
5	Sajan Kumar Bhuwalka		1%
6	Sharad Dalmia		1%
7	Suresh Kumar		1%
8	Sushil Kumar Bhuwalka		1%
	Total	19,814,274	100%

## **SHAREHOLDERS INFO [COMPANIES]**

Shareholders	Confab Steel (Private) Limited
Activity	N/A
Connection	Parent / Head Company
Address	N/A

## ***FINANCIAL DETAILS***

Financials Not Founded attached in DRC File.

## ***INVESTIGATION***

Bhuwalka Steel Industries (Lanka) Limited was Incorporated on **30<sup>th</sup> June 1995** under Registration Number **N (PBS) 601** and then the Company was Re-Registered on **2007** under Re-Registration Number **PB 18** in Terms of Companies Act #7 of 2007.

Bhuwalka Steel Industries (Lanka) Limited is a fully owned Subsidiary Company of Confab Steel (Private) Limited.

## ***ACTIVITIES***

Manufacture of TOR Steel Bars & Distributors under Brand Name of "CN" to Local Market.

## ***PRODUCTS***

1 Steel Bars

## ***COUNTRIES***

Exporting Importing  
N/A India  
Local Market Distribution.

Number of Employees: 50 - 100 Employees

## ***\*AWARDS / CERTIFICATIONS***

- 1 ISO 9001 9002
- 2 SLS 375
- 3 UKAS Quality Management

**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.



**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>

## ***LOCATION***

Bhuwalka Steel Industries (Lanka) Limited is Head Office | Shop Situated at No. 5 - 10, East Tower, World Trade Center, Colombo - 1

### **Factory:**

Mudderegama, Gampaha, Tel - [00 94 60] 233 9788 Fax - [00 94 60] 2330 333

Telephone	[00 94 11] 238 2455	
Contact Person	[00 94 77] N/A	N/A
Fax	[00 94 11] 238 2477	
Email	<a href="mailto:bsil@slt.net.lk">bsil@slt.net.lk</a>	

**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.

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 73.30
UK Pound	1	INR 97.65
Euro	1	INR 85.30
LKR	1	INR 0.43

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

**INFORMATION DETAILS**

<b>Analysis Done by :</b>	NIS
<b>Report Prepared by :</b>	KET

**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)