

MIRA INFORM REPORT

Report No. :	535448
Report Date :	20.10.2018

IDENTIFICATION DETAILS

Name :	TENAX INTERNATIONAL S.R.L.
Registered Office :	Via A.Balduina 3 42010 Rio Saliceto
Country :	Italy
Financials (as on) :	31.12.2017
Date of Incorporation :	17.12.2015
Com. Reg. No.:	RE0305423
Legal Form :	Limited Liability Company - SRL
Line of Business :	Manufacture of other general-purpose machinery n.e.c.
No. of Employees :	21

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 :	Slow but Correct
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.

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ECGC Country Risk Classification List

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

ITALY - ECONOMIC OVERVIEW

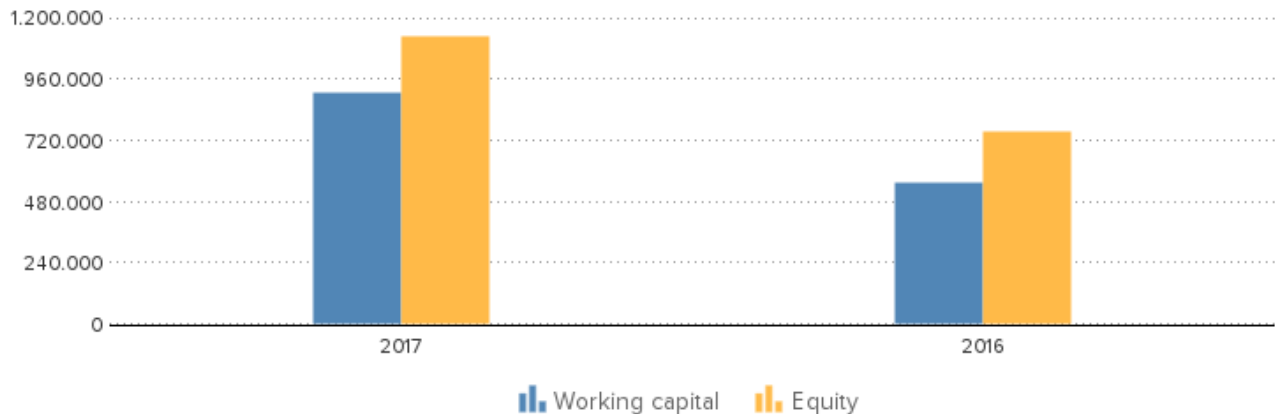
Italy's economy comprises a developed industrial north, dominated by private companies, and a less-developed, highly subsidized, agricultural south, with a legacy of unemployment and underdevelopment. The Italian economy is driven in large part by the manufacture of high-quality consumer goods produced by small and medium-sized enterprises, many of them family-owned. Italy also has a sizable underground economy, which by some estimates accounts for as much as 17% of GDP. These activities are most common within the agriculture, construction, and service sectors.

Italy is the third-largest economy in the euro zone, but its exceptionally high public debt and structural impediments to growth have rendered it vulnerable to scrutiny by financial markets. Public debt has increased steadily since 2007, reaching 131% of GDP in 2017. Investor concerns about Italy and the broader euro-zone crisis eased in 2013, bringing down Italy's borrowing costs on sovereign government debt from euro-era. The government still faces pressure from investors and European partners to sustain its efforts to address Italy's longstanding structural economic problems, including labor market inefficiencies, a sluggish judicial system, and a weak banking sector. Italy's economy returned to modest growth in late 2014 for the first time since 2011. In 2015-16, Italy's economy grew at about 1% each year, and in 2017 growth accelerated to 1.5% of GDP. In 2017, overall unemployment was 11.4%, but youth unemployment remained high at 37.1%. GDP growth is projected to slow slightly in 2018.

Source : CIA

COMPANY NAME AND SUMMARY

Company name	Tenax International S.R.L.		
Operative address	Via A.Balduina 3 42010 Rio Saliceto Italy		
Status	Active		
Legal form	Limited liability company - SRL		
Registration number	Trade register number: RE0305423		
VAT-number	IT02698130354		
Year	2017	Mutation	2016
Fixed assets	1.576.396	30,92	1.204.062
Total equity	1.125.678	49,88	751.074
Short term liabilities	4.010.553	21,58	3.298.721
Net result	-225.397	9,45	-248.925
Working capital	908.728	64,21	553.401
Quick ratio	0,59		0,59



CONTACT INFORMATION

Company name	Tenax International S.R.L.
Operative address	Via A.Balduina 3 42010 Rio Saliceto Italy
Correspondence address	Via A.Balduina 3 42010 Rio Saliceto Italy

REGISTRATION

Registration number	Trade register number: RE0305423
VAT-number	IT02698130354
Status	Active
Establishment date	2015-12-17
Legal form	Limited liability company - SRL
Subscribed share capital	EUR 1.340.000

ACTIVITIES

NACE 2829: Manufacture of other general-purpose machinery n.e.c.

RELATIONS

Shareholders	Name: TENAX HOLDING S.R.L. National id number: PR0266328 Address: VLE SOLFERINO 28 City: PARMA Country: IT Type: Corporate Share direct: 80.38%
	Name: UNIECO HOLDING AMBIENTE S.R.L. National id number: RE0192587 Address: VIA MEUCCIO RUINI 10 City: REGGIO NELL'EMILIA Country: IT Phone: +39 0522649453 Website: www.ucm.unieco.it Type: Corporate Share direct: 19.62% Turnover: 71.4733246 mil. EUR Total assets: 127.81525118 mil. EUR Profit loss before tax: 8.44827219 mil. EUR Profit loss after tax net income: 6.28578671 mil. EUR Shareholders funds: 66.24761708 mil. EUR Number of employees: 121

MANAGEMENT

Management

Fullname: Mr Dario Bussolotti
Type: Individual
Gender: Male
date of birth: 1953/12/01
Age: 64
Country: Italy
Number of involvements: 7
Function: Chairman of the Board of Directors
Level of responsibility: President / Chairman
Appointment date: 2015/12/23
Resignation date: 2018/12/23

Fullname: Mr Dario Bussolotti
Type: Individual
Gender: Male
date of birth: 1953/12/01
Age: 64
Country: Italy
Number of involvements: 7
Function: Adviser
Level of responsibility: Other & unspecified
Appointment date: 2015/12/23
Resignation date: 2018/12/23

Fullname: Mr Vincenzo Guareschi Geddes Da Filic
Type: Individual
Gender: Male
date of birth: 1979/09/06
Age: 39
Country: Italy
Number of involvements: 3
Function: Adviser
Level of responsibility: Other & unspecified
Appointment date: 2015/12/23
Resignation date: 2018/12/23

Fullname: Mr Vincenzo Guareschi Geddes Da Filic
Type: Individual
Gender: Male
date of birth: 1979/09/06
Age: 39
Country: Italy
Number of involvements: 3
Function: Chief Executive Officer
Level of responsibility: Highest executive
Appointment date: 2016/01/11

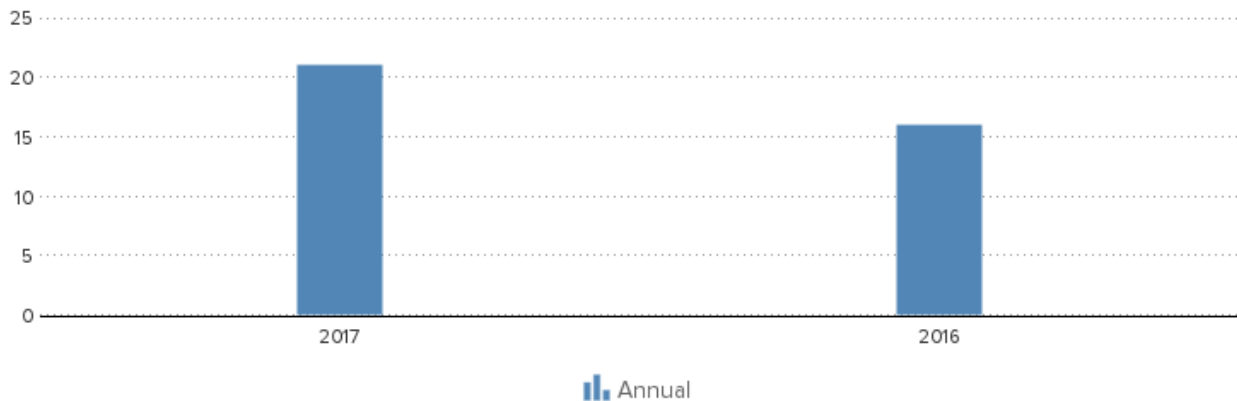
Resignation date: 2019/01/11

Fullname: Mr Alessandro Simonazzi
Type: Individual
Gender: Male
date of birth: 1978/04/02
Age: 40
Country: Italy
Number of involvements: 2
Function: Adviser
Level of responsibility: Other & unspecified
Appointment date: 2015/12/23
Resignation date: 2018/12/23

Fullname: Mr Stefano Rossi
Type: Individual
Gender: Male
date of birth: 1966/10/24
Age: 52
Country: Italy
Number of involvements: 1
Function: Preposto ALLA Gestione Tecnica AI SENSI Dell'Art. 7,
LEGGE N.122 del 5/2/1992
Level of responsibility: Unspecified executive
Appointment date: 2016/01/27

EMPLOYEES

Year	2017	2016
Annual	21	16



FINANCIAL ANALYSIS

Trend	Constant
Profitability	Negative
Solvability	Limited
Liquidity	Limited
Show amount in	Euro

KEY FIGURES

Year	2017	2016
Quick ratio	0,59	0,59
Current ratio	1,23	1,17
Working capital/ balance total	0,14	0,11
Equity / balance total	0,17	0,15
Equity / Fixed assets	0,71	0,62
Working capital	908.728	553.401
Equity	1.125.678	751.074
Mutation equity	49,88	
Mutation short term liabilities	21,58	
Return on total assets (ROA)	-3,47	-4,92
Return on equity (ROE)	-20,02	-33,14
Gross profit margin	-2,42	-4,93
Net profit margin	-3,77	-5,55
Average collection ratio	1,49	1,36
Equity turnover ratio	5,31	5,98
Total assets turnover ratio	0,92	0,89
Fixed assets turnover ratio	3,80	3,73
Inventory conversion ratio	2,36	2,35
Turnover	5.982.672	4.488.423
Operating result	-144.993	-221.185
Net result after taxes	-225.397	-248.925
Cashflow	-20.366	-172.935
Gross profit	1.217.779	530.654
EBITDA	60.038	-145.195
Summary		

The 2017 financial result structure is a positive working capital of 908.728 euro, which is in agreement with 14 % of the total assets of the company.

The working capital has increased with 64.21 % compared to previous year. The ratio, with respect to the total assets of the company has however, increased.

The improvement between 2016 and 2017 has mainly been caused by a change of the current assets.

The current ratio of the company in 2017 was 1.23. When the current ratio is below 1.5, the company may have problems

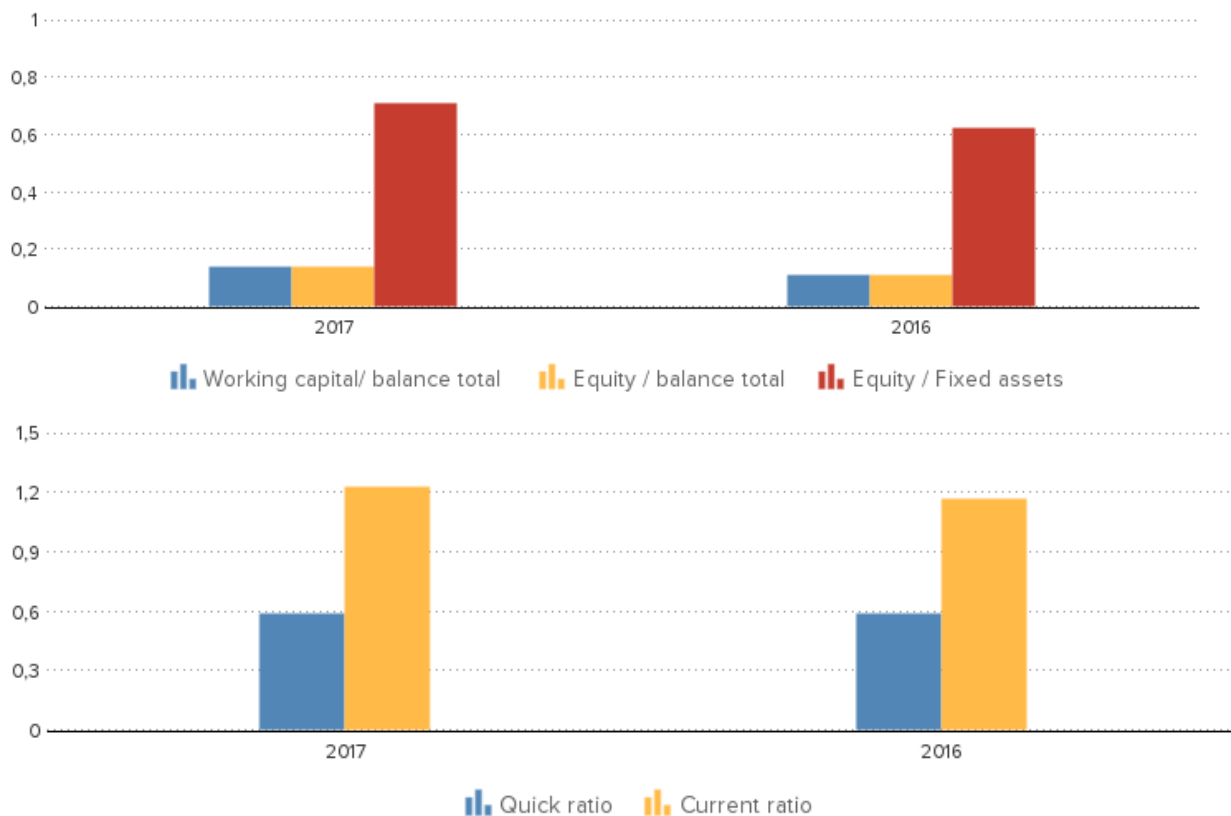
meeting its short-term obligations.

The quick ratio in 2017 of the company was 0.59. A company with a Quick Ratio of less than 1 cannot currently pay back its current liabilities.

The 2016 financial result structure is a positive working capital of 553.401 euro, which is in agreement with 11 % of the total assets of the company.

The current ratio of the company in 2016 was 1.17. When the current ratio is below 1.5, the company may have problems meeting its short-term obligations.

The quick ratio in 2016 of the company was 0.59. A company with a Quick Ratio of less than 1 cannot currently pay back its current liabilities.



FINANCIAL STATEMENT

Auditor

Name: D'Inca' Stefano
date: 2015-12-23

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Last annual account	2017
Remark annual account	The company is obliged to file its financial statements.
Type of annual account	Corporate
Annual account	Tenax International S.R.L. Via A.Balduina 3 42010 Rio Saliceto Italy

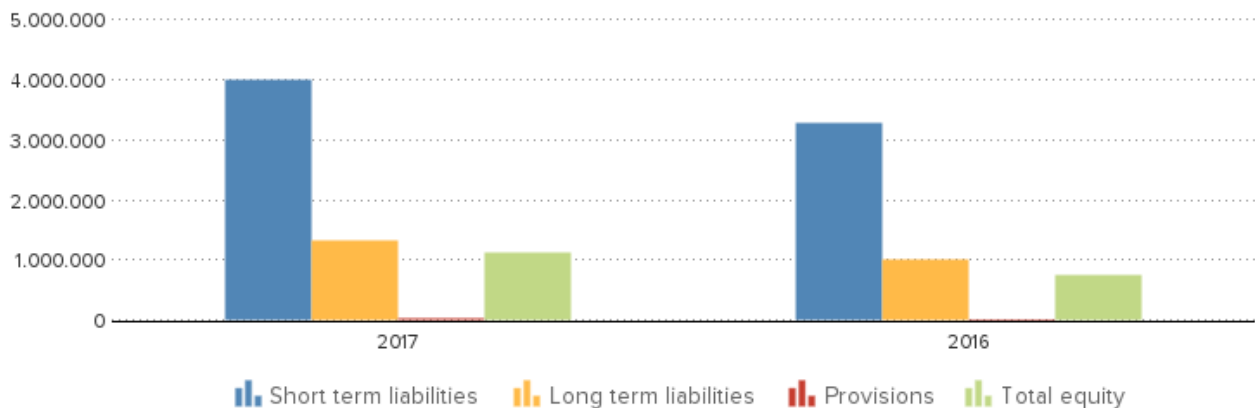
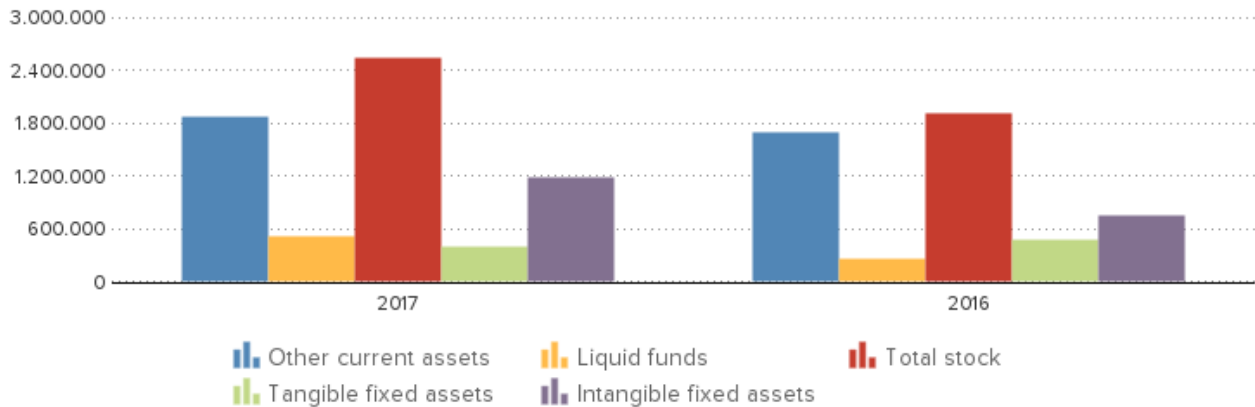
BALANCE

Year	2017	2016
End date	2017-12-31	2016-12-31
Type of annual account	Corporate	Corporate
Intangible fixed assets	1.184.004	741.035
Tangible fixed assets	392.387	463.022
Other fixed assets	5	5
Fixed assets	1.576.396	1.204.062
Total stock	2.533.490	1.913.083
Liquid funds	517.803	256.245
Other current assets	1.867.988	1.682.794
Current assets	4.919.281	3.852.122
Total assets	6.495.677	5.056.184
Total equity	1.125.678	751.074
Provisions	20.000	10.000
Long term liabilities	1.339.446	996.389
Other short term liabilities	4.010.553	3.298.721
Short term liabilities	4.010.553	3.298.721
Total liabilities	6.495.677	5.056.184
Summary	The total assets of the company increased with 28.47 % between 2016 and 2017.	

The total asset increase is retrievable in the fixed asset growth of 30.92 %.

In 2017 the assets of the company were 24.27 % composed of fixed assets and 75.73 % by current assets. The assets are being financed by an equity of 17.33 %, and total debt of 82.67 %.

In 2016 the assets of the company were 23.81 % composed of fixed assets and 76.19 % by current assets. The assets are being financed by an equity of 14.85 %, and total debt of 85.15 %.



PROFIT AND LOSS

Year	2017	2016
Revenues	4.849.173	3.613.413
Net turnover	5.982.672	4.488.423
Wages and salaries	1.157.668	675.666
Amorization and depreciation	205.031	75.990
Production costs	3.632.195	2.872.983
Operating result	-144.993	-221.185
Financial income	73	210
Financial expenses	80.477	27.950
Financial result	-80.404	-27.740
Result on ordinary operations before taxes	-225.397	-248.925
Result of ordinary activities after taxes	-225.397	-248.925
Net result	-225.397	-248.925

Summary
The turnover of the company grew with 33.29 % between 2016 and 2017.
The operating result of the company grew with 34.45 % between

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2016 and 2017. This evolution implies an increase of the company's economic profitability.

The result of these changes is an increase of the company's Economic Profitability of 29.47 % of the analysed period, being equal to -3.47 in the year 2017.

This growth has contributed to the increase in assets turnover, increasing by 3.37 % reaching 0.92.

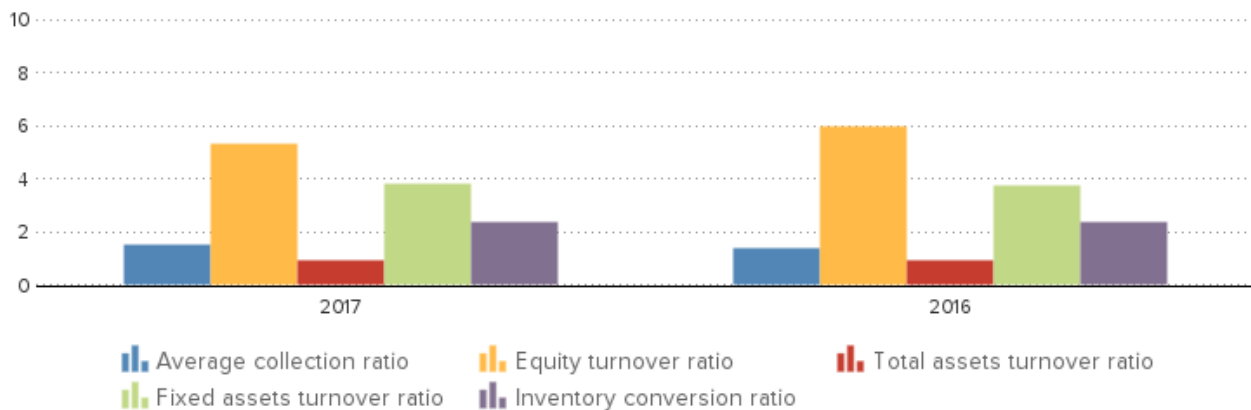
The Net Result of the company increased by 9.45 % between 2016 and 2017.

The company's Financial Profitability has been negatively affected by the financial activities in comparison to the EBITs behaviour.

The result of these variations is a profitability reduction of 39.59 % of the analysed period, being -20.02 in the year 2017.

The company's financial structure has slowed down its financial profitability.

The company's Financial Profitability has been neutrally affected by the financial activities in comparison to the EBITs behaviour. The result of these variations is the unchanged profitability of the analysed period, remaining unchanged at -33.14 in the year 2016.



COUNTRY INFORMATION

Population	60.7 million
GDP per capita	30507 USD
Country risk	Below average
Company risk	Low

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PUBLICATIONS

Remarks

Status: Active
Category: Medium sized company
Last year: 2017
Turnover last year: 5.982.672 EUR
Result last year: -225.397 EUR
TOTAL assets last year: 6.495.677 EUR
Number of employees: 21
Number of shareholders: 2
Number of subsidiaries: 0
Number of branches: 0

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 73.44
UK Pound	1	INR 95.65
Euro	1	INR 84.17
Euro	1	INR 84.72

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

INFORMATION DETAILS

Analysis Done by :	VIVR
Report Prepared by :	DNS

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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)