

MIRA INFORM REPORT

Report No. :	536680
Report Date :	31.10.2018

IDENTIFICATION DETAILS

Name :	C.M. COMPOSITE MATERIALS LTD.
Registered Office :	20 Hamiktzo'ot Ave. Modi'In-Maccabim-Reut 7177910
Country :	Israel
Date of Incorporation :	28.01.2007
Legal Form :	Private Limited Company
Line of Business :	Not Available [We tried to confirm / obtain the detailed activity but the same is not available from any sources]
No. of Employees :	Not Available

RATING & COMMENTS

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

MIRA's Rating :	C
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Credit Rating	Explanation	Rating Comments
C	Medium High Risk	Business dealings permissible preferably on secured basis

Status :	Moderate
Payment Behaviour :	Unknown
Litigation :	--

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)
Israel	B1	B1

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

ISRAEL - ECONOMIC OVERVIEW

Israel has a technologically advanced free market economy. Cut diamonds, high-technology equipment, and pharmaceuticals are among its leading exports. Its major imports include crude oil, grains, raw materials, and military equipment. Israel usually posts sizable trade deficits, which are offset by tourism and other service exports, as well as significant foreign investment inflows.

Between 2004 and 2013, growth averaged nearly 5% per year, led by exports. The global financial crisis of 2008-09 spurred a brief recession in Israel, but the country entered the crisis with solid fundamentals, following years of prudent fiscal policy and a resilient banking sector. Israel's economy also weathered the 2011 Arab Spring because strong trade ties outside the Middle East insulated the economy from spillover effects.

Slowing domestic and international demand and decreased investment resulting from Israel's uncertain security situation reduced GDP growth to an average of roughly 2.8% per year during the period 2014-17. Natural gas fields discovered off Israel's coast since 2009 have brightened Israel's energy security outlook. The Tamar and Leviathan fields were some of the world's largest offshore natural gas finds in the last decade. Political and regulatory issues have delayed the development of the massive Leviathan field, but production from Tamar provided a 0.8% boost to Israel's GDP in 2013 and a 0.3% boost in 2014. One of the most carbon intense OECD countries, Israel generates about 57% of its power from coal and only 2.6% from renewable sources.

Income inequality and high housing and commodity prices continue to be a concern for many Israelis. Israel's income inequality and poverty rates are among the highest of OECD countries, and there is a broad perception among the public that a small number of "tycoons" have a cartel-like grip over the major parts of the economy. Government officials have called for reforms to boost the housing supply and to increase competition in the banking sector to address these public grievances. Despite calls for reforms, the restricted housing supply continues to impact younger Israelis seeking to purchase homes. Tariffs and non-tariff barriers, coupled with guaranteed prices and customs tariffs for farmers kept food prices high in 2016. Private consumption is expected to drive growth through 2018, with consumers benefitting from low inflation and a strong currency.

In the long term, Israel faces structural issues including low labor participation rates for its fastest growing social segments - the ultraorthodox and Arab-Israeli communities. Also, Israel's progressive, globally competitive, knowledge-based technology sector employs only about 8% of the workforce, with the rest mostly employed in manufacturing and services - sectors which face downward wage pressures from global competition. Expenditures on educational institutions remain low compared to most other OECD countries with similar GDP per capita.

Source : CIA

COMPANY NAME & ADDRESS

C.M. COMPOSITE MATERIALS LTD.

Registered Address:

20 Hamiktzo'ot Ave.
Modi'In-Maccabim-Reut 7177910 Israel

HISTORY & LEGAL FORMATION

A private limited company, incorporated as per file No. 51-393198-0 on the 28.01.2007.

SHARE CAPITAL

Authorized share capital NIS 3,000.00, divided into -

30,000 ordinary shares of NIS 0.10 each,
of which 200 shares amounting to NIS 20.00 were issued.

SHAREHOLDERS

Subject is fully owned by Mati Moskovich.

According to the Registrar of Companies, in May 2016 Michael (Miki) Furman, who held 27.5% exited subject and Mati Moskovich (who held 72.5%) reached fully ownership.

SOLE DIRECTOR

Mati Moskovich.

Name of General Manager not forthcoming, we assume it is Mati Moskovich.

BUSINESS

Actual current line of business could not be confirmed.

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According to local trade directory and other online sources, operate in the composite materials for the aviation field, serving the composites industry, from engineering all the way to the finished product. though exact line of activity and level of activities could not be determined.

According to our, among clientele: ELBIT SYSTEMS.

Place of operation could not be verified.

Registered address at the Registrar of Companies (as well as in the VAT Authority) is 20 Hamiktzo'ot Ave., Modi'in-Maccabim-Reut (located in Ispro Center, Light Industrial Zone Einav Center).

Number of employees not forthcoming.

MEANS

Financial data not forthcoming.

There are 7 charges for unlimited amounts, as well as 1 charge for the sum of NIS 1,334,000 registered on the company's assets (financial assets, fixed assets, equipment and vehicles), in favor of Bank Hapoalim Ltd., Bank Leumi Le'Israel Ltd., Mizrahi Tefahot Bank Ltd. and a leasing company. Last charge placed in September 2018 on machinery (machinery by BELOTTI of Italy), prior charge is from January 2018 on a vehicle (KIA vehicle) and from September 2017 on bank deposit.

REVENUES

Sales figures not forthcoming.

BANKERS

According to our records (we could not speak to subject's officials, therefore unable to confirm the bank data):
Bank Hapoalim Ltd., Dimona Branch (No. 632), Dimona, account Nos. 105560 and 200369.
Bank Leumi Le'Israel Ltd., Azor Branch (No. 827), Azor, account No. 145100/76

A check with the Central Banks' database did not reveal any negative information regarding subject's a/m accounts.

CHARACTER AND REPUTATION

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In March 2015, Michael (Miki) Furman, who used to be a shareholder in subject (till 2016), filed a claim against subject and Mati Moskovich for NIS 571,056 at the Tel Aviv Magistrate Court. The case is pending (case file No. 64266-03-15, next hearing scheduled 05.12.2018).

Despite our efforts, we were unable to contact subject, its shareholders nor any of its officials.

Subject's phone number listed in the Telephone Directory at the address in 20 Hamiktzo'ot Ave., Modi'in (+972-8-8528265) and leads to some kind of a voice message (concerning a number for people stuck in an elevator...???).

We found a telephone no. listed under subject's name at a trade directory (+972-8-9576370). We called and were answered by Ms. Yifat, who informed us that this number does not belong to Mati Moskovich. She said she cannot give us his mobile number, asked us to leave our contact details and she will pass them to him. So far he did not return to us.

In the Telephone Directory we found a telephone number of Yosef Moskovich (+972-50-5211035), we called and the person that answered confirmed he is Mati's father, but said he does not have his son's mobile phone No.

Apart from the above, we did not find anything detrimental on subject or its shareholders.

SUMMARY

Dealings are recommended on cash in advance basis only.

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 73.57
UK Pound	1	INR 94.18
Euro	1	INR 83.71
ILS	1	INR 19.85

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

INFORMATION DETAILS

Analysis Done by :	PRI
Report Prepared by :	TPT

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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)