

## MIRA INFORM REPORT

Report No. :	529932
Report Date :	12.09.2018

### IDENTIFICATION DETAILS

Name :	VESTOLIT GMBH
Registered Office :	Paul-Baumann-Str. 1, D 45772 Marl
Country :	Germany
Financials (as on) :	31.12.2016
Date of Incorporation :	01.06.1999
Com. Reg. No.:	HRB 5547
Legal Form :	Private Limited Company
Line of Business :	<ul style="list-style-type: none"> <li>• Manufacture of plastics in primary forms</li> <li>• Manufacture of other chemical products n.e.c.</li> <li>• Wholesale of chemical products</li> <li>• Activities of holding companies</li> </ul>
No. of Employees :	715

### RATING & COMMENTS

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

**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](mailto:infodept@mirainform.com) while quoting report number, name and date.

**ECGC Country Risk Classification List**

Country Name	Previous Rating (31.12.2017)	Current Rating (01.04.2018)
Germany	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

## GERMANY - ECONOMIC OVERVIEW

The German economy - the fifth largest economy in the world in PPP terms and Europe's largest - is a leading exporter of machinery, vehicles, chemicals, and household equipment and benefits from a highly skilled labor force. Like its Western European neighbors, Germany faces significant demographic challenges to sustained long-term growth. Low fertility rates and a large increase in net immigration are increasing pressure on the country's social welfare system and necessitate structural reforms.

Reforms launched by the government of Chancellor Gerhard SCHROEDER (1998-2005), deemed necessary to address chronically high unemployment and low average growth, contributed to strong economic growth and falling unemployment. These advances, as well as a government subsidized, reduced working hour scheme, help explain the relatively modest increase in unemployment during the 2008-09 recession - the deepest since World War II. The German Government introduced a minimum wage in 2015 that increased to \$9.79 (8.84 euros) in January 2017.

Stimulus and stabilization efforts initiated in 2008 and 2009 and tax cuts introduced in Chancellor Angela MERKEL's second term increased Germany's total budget deficit - including federal, state, and municipal - to 4.1% in 2010, but slower spending and higher tax revenues reduced the deficit to 0.8% in 2011 and in 2017 Germany reached a budget surplus of 0.7%. A constitutional amendment approved in 2009 limits the federal government to structural deficits of no more than 0.35% of GDP per annum as of 2016, though the target was already reached in 2012.

The German economy suffers from low levels of investment, and a government plan to invest 15 billion euros during 2016-18, largely in infrastructure, is intended to spur needed private investment. Following the March 2011 Fukushima nuclear disaster, Chancellor Angela MERKEL announced in May 2011 that eight of the country's 17 nuclear reactors would be shut down immediately and the remaining plants would close by 2022. Germany plans to replace nuclear power largely with renewable energy, which accounted for 29.5% of gross electricity consumption in 2016, up from 9% in 2000. Before the shutdown of the eight reactors, Germany relied on nuclear power for 23% of its electricity generating capacity and 46% of its base-load electricity production. Domestic consumption, investment, and exports are likely to drive German GDP growth in 2018, and the country's budget and trade surpluses are likely to remain high.

Source : CIA

## **COMPANY NAME & ADDRESS**

VESTOLIT GMBH

Company Status: active  
Paul-Baumann-Str. 1  
D 45772 Marl  
Telephone:02365/9549111  
Telefax: 02365/496625  
Homepage: www.vestolit.de  
E-mail: info@vestolit.de

VAT no.: DE290033558  
Tax ID number: 359/5791/0601

LEGAL FORM Private Limited Company  
Date of foundation: 01.06.1999  
Shareholders'  
agreement: 01.06.1999  
Registered on: 13.04.2000  
Commercial Register: Local court 45879 Gelsenkirchen  
under: HRB 5547

Share capital: EUR 510,800.00

Shareholder:  
MEXICHEM SPECIALTY COMPOUNDS LIMITED  
8 Beler Way, Leicester Road  
Industrial Estate, Melton M.  
GB LE13 0DG Leicestershire  
Legal form: Other legal form  
Share: EUR 510,800.00

Manager:  
Dr. Ing. Dieter Polte  
Kilianstr. 106  
D 46514 Schermbeck  
having sole power of representation  
born: 10.12.1957  
Marital status: married

Manager:  
Bárbaro Carlos Manrique Rocha  
MEX Mexiko Stadt  
having sole power of representation  
born: 04.12.1955  
Nationality: Mexican

President of the Supervisory Board:  
Dr. Kurt Jürgen Kinzius  
In den Blamüsen 28

D 40489 Düsseldorf  
born: 17.02.1957  
Profession: Businessman  
Member of the Supervisory Board:  
Michael Mathias Schuster  
D 41569 Rommerskirchen  
born: 07.02.1972  
Member of the Supervisory Board:  
Eugen Ostkamp  
D 45768 Marl  
Marital status: unknown  
Proxy:  
Wilfried Lersch  
D 45721 Haltern am See  
authorized to jointly represent the company  
born: 25.09.1961  
Profession: Businessman  
Proxy:  
Dr. Michael Beziel  
D 46483 Wesel  
authorized to jointly represent the company  
born: 04.06.1960

## **COMPANY HISTORY**

company name and legal form  
13.04.2000 - 30.08.2013 VESTOLIT Holding GmbH  
Paul-Baumann-Str. 1  
D 45772 Marl  
Private limited company  
01.06.1999 - 13.04.2000 MWW Neunundzwanzigste  
Vermögensverwaltungs GmbH  
Bockenheimer Landstr. 51-53  
D 60325 Frankfurt  
Private limited company

## **RESIGNED ACTING PERSONS AND SHAREHOLDERS**

19.09.2013 - 10.02.2016 Manager  
Dr. Michael Träger  
D 45721 Haltern am See

## **BUSINESS ACTIVITIES**

### **Main industrial sector**

2016 Manufacture of plastics in primary forms  
2059 Manufacture of other chemical products n.e.c.  
46750 Wholesale of chemical products

### **Secondary industrial sector**

6420 Activities of holding companies

## **PARTICIPATIONS**

### Limited partner:

Salzgewinnungsgesellschaft Westfalen mbH &  
Co. KG  
Hans-Böckler-Allee 20  
D 30173 Hannover  
Legal form: Ltd partnership with priv. ltd.  
company as general partner  
Company Status: active  
Total cap. EUR 5,124,000.00  
contribution:  
Share: EUR 1,281,000.00  
Reg. data: 08.06.2011  
Local court 30175 Hannover  
HRA 202079

### Shareholder:

Salzgewinnung Westfalen Verwaltungs GmbH  
Hans-Böckler-Allee 20  
D 30173 Hannover  
Legal form: Private limited company  
Company Status: active  
Share capital: EUR 25,000.00  
Share: EUR 6,250.00  
Reg. data: 28.06.2011  
Local court 30175 Hannover  
HRB 207244

## **FINANCIAL INFORMATION**

Payment experience: Regular

**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.

Negative information: We have no negative information at hand.

Balance sheet year: 2016

PMI: No significant / relevant payment experience  
information pertaining to the company  
inquired upon is shown in the Deutscher  
Debitoren Monitor (DDMonitor).

## **REAL ESTATE**

Type of ownership: Tenant  
Address Paul-Baumann-Str. 1  
D 45772 Marl

Land register documents were not available.

## **BANKERS**

COMMERZBANK, 45116 ESSEN  
Sort. code: 36040039  
BIC: COBADEFFXXX

## **FINANCIAL FIGURES**

Turnover:	2016	EUR	509,986,685.00
	2017	*EUR	515,000,000.00
Profit:	2016	EUR	20,276,026.00
further business figures:			
Equipment:		EUR	1,085,958.00
Ac/ts receivable:		EUR	80,978,806.00
Liabilities:		EUR	144,184,862.00
Real estate of the firm:		EUR	18,982,675.00
Employees:			715
- thereof permanent staff:			687
- Trainees:			28

The business figures marked with an asterisk are estimates based on average values in the line of business.

## **BALANCE SHEETS**

Balance sheet ratios 01.01.2016 - 31.12.2016

Equity ratio [%]: 29.68  
Liquidity ratio: 0.72  
Return on total capital [%]: 5.77

Balance sheet ratios 01.01.2015 - 31.12.2015

Equity ratio [%]: 27.83  
Liquidity ratio: 0.39  
Return on total capital [%]: -3.23

Balance sheet ratios 01.01.2014 - 31.12.2014

Equity ratio [%]: 34.53  
Liquidity ratio: 0.58  
Return on total capital [%]: -1.96

Balance sheet ratios 01.01.2013 - 31.12.2013

Equity ratio [%]: 36.76  
Liquidity ratio: 0.32  
Return on total capital [%]: -10.43

### **EQUITY RATIO**

The equity ratio indicates the portion of the equity as compared to the total capital. The higher the equity ratio, the better the economic stability (solvency) and thus the financial autonomy of a company.

### **LIQUIDITY RATIO**

The liquidity ratio shows the proportion between adjusted receivables and net liabilities. The higher the ratio, the lower the company's financial dependency from external creditors.

### **RETURN ON TOTAL CAPITAL**

The return on total capital shows the efficiency and return on the total capital employed in the company. The higher the return on total capital, the more economically does the company work with the invested capital.

Type of balance sheet: Company balance sheet

Origin of the present balance sheet: self-disclosure

Financial year: 01.01.2016 - 31.12.2016

ASSETS	EUR	351,352,268.72
Fixed assets	EUR	192,547,708.41
Intangible assets	EUR	2,925,431.63

**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.

Internally generated industrial property rights and similar rights and assets	EUR	1,467,976.31
Concessions, licences, rights	EUR	1,236,713.50
Other / unspecified intangible assets	EUR	220,741.82
Tangible assets	EUR	176,791,026.78
Land / similar rights	EUR	18,982,675.30
Plant / machinery	EUR	144,062,286.08
Other tangible assets / fixtures and fittings	EUR	1,085,958.01
Advance payments made / construction in progress	EUR	12,660,107.39
Financial assets	EUR	12,831,250.00
Shares in participations / subsidiaries and the like	EUR	12,831,250.00
Shares in related companies	EUR	25,000.00
Shares in investee companies	EUR	12,806,250.00
Current assets	EUR	158,439,374.97
Stocks	EUR	45,331,168.70
Raw materials, consumables and supplies	EUR	6,565,773.24
Finished goods / work in progress	EUR	38,765,395.46
Accounts receivable	EUR	80,978,806.34
Trade debtors	EUR	17,227,200.52
Amounts due from related companies	EUR	39,324,104.78
Other debtors and assets	EUR	24,427,501.04
Liquid means	EUR	32,129,399.93
Remaining other assets	EUR	365,185.34
Accruals (assets)	EUR	365,185.34
<b>LIABILITIES</b>	EUR	351,352,268.72
Shareholders' equity	EUR	104,265,863.24
Capital	EUR	510,800.00
Subscribed capital (share capital)	EUR	510,800.00
Reserves	EUR	62,528,521.52
Capital reserves	EUR	57,097,586.44
Retained earnings / revenue reserves	EUR	5,430,935.08
Balance sheet profit/loss (+/-)	EUR	41,226,541.72
Balance sheet profit / loss	EUR	41,226,541.72
Provisions	EUR	73,803,617.38
Pension provisions and comparable provisions	EUR	53,803,573.00
Provisions for taxes	EUR	6,222,281.00
Other / unspecified provisions	EUR	13,777,763.38
Liabilities	EUR	144,184,862.14
Financial debts	EUR	79,564,131.82
Liabilities due to banks	EUR	79,564,131.82
Other liabilities	EUR	64,620,730.32
Trade creditors (for IAS incl. bills of exchange)	EUR	52,730,050.35

**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.

Liabilities from received advance payments	EUR	71,852.27
Liabilities due to related companies	EUR	5,612,985.01
Liabilities due to investee companies	EUR	169,594.04
Unspecified other liabilities	EUR	6,036,248.65
thereof liabilities from tax / financial authorities	EUR	3,049,000.00
Other liabilities	EUR	29,097,925.96
Deferrals (liabilities)	EUR	6,637,406.89
Deferred taxes (not included under provisions/liabilities)	EUR	22,460,519.07

PROFIT AND LOSS ACCOUNT (cost of sales method) according to Comm. Code (HGB)

Sales	EUR	509,986,685.41
Manufacturing costs	EUR	409,489,698.54
Gross result on sales	EUR	100,496,986.87
Distribution costs	EUR	55,503,430.73
General administration expenses	EUR	11,655,540.03
Research and development costs	EUR	6,143,388.72
Other operating income	EUR	13,190,014.93
Other operating expenses	EUR	7,611,806.42
Operating result from continuing operations	EUR	32,772,835.90
Interest result (+/-)	EUR	-1,210,059.28
Interest and similar income	EUR	1,168,271.80
thereof from related companies	EUR	1,168,000.00
Interest and similar expenses	EUR	2,378,331.08
Financial result (+/-)	EUR	-1,210,059.28
Result from ordinary operations (+/-)	EUR	31,562,776.62
Income tax / refund of income tax (+/-)	EUR	-11,083,872.22
Other taxes / refund of taxes	EUR	-202,878.07
Tax (+/-)	EUR	-11,286,750.29
Annual surplus / annual deficit	EUR	20,276,026.33

Type of balance sheet: Company balance sheet

Origin of the present balance sheet: self-disclosure

Financial year: 01.01.2015 - 31.12.2015

ASSETS	EUR	301,772,193.91
Fixed assets	EUR	198,930,272.01
Intangible assets	EUR	3,400,976.37
Concessions, licences, rights	EUR	1,591,273.60
Advance payments for intang. assets	EUR	1,809,702.77
Tangible assets	EUR	182,698,045.64
Land / similar rights	EUR	20,394,886.08
Plant / machinery	EUR	156,378,431.12

**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.

Other tangible assets / fixtures and fittings	EUR	1,397,945.34
Advance payments made / construction in progress	EUR	4,526,783.10
Financial assets	EUR	12,831,250.00
Shares in participations / subsidiaries and the like	EUR	12,831,250.00
Shares in related companies	EUR	25,000.00
Shares in investee companies	EUR	12,806,250.00
Current assets	EUR	102,462,183.48
Stocks	EUR	42,139,154.73
Raw materials, consumables and supplies	EUR	7,693,085.04
Finished goods / work in progress	EUR	34,446,069.69
Accounts receivable	EUR	37,012,508.68
thereof total due from shareholders	EUR	0.00
Trade debtors	EUR	14,819,072.36
Amounts due from related companies	EUR	2,148,376.35
Other debtors and assets	EUR	20,045,059.97
Liquid means	EUR	23,310,520.07
Remaining other assets	EUR	379,738.42
Accruals (assets)	EUR	379,738.42
<b>LIABILITIES</b>	EUR	<b>301,772,193.91</b>
Shareholders' equity	EUR	83,989,836.91
Capital	EUR	510,800.00
Subscribed capital (share capital)	EUR	510,800.00
Reserves	EUR	62,528,521.52
Capital reserves	EUR	57,097,586.44
Retained earnings / revenue reserves	EUR	5,430,935.08
Balance sheet profit/loss (+/-)	EUR	20,950,515.39
Balance sheet profit / loss	EUR	20,950,515.39
Provisions	EUR	72,737,189.21
Pension provisions and comparable provisions	EUR	59,406,292.00
Provisions for taxes	EUR	752,007.00
Other / unspecified provisions	EUR	12,578,890.21
Liabilities	EUR	117,950,570.06
Financial debts	EUR	51,093,035.38
Liabilities due to banks	EUR	51,093,035.38
Other liabilities	EUR	66,857,534.68
Trade creditors (for IAS incl. bills of exchange)	EUR	51,049,759.59
Liabilities from received advance payments	EUR	24,905.00
Liabilities due to related companies	EUR	12,297,711.14
Liabilities due to investee companies	EUR	155,520.45
Unspecified other liabilities	EUR	3,329,638.50
thereof liabilities from tax / financial authorities	EUR	737,000.00

**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.

thereof liabilities from social security	EUR	146,000.00
Other liabilities	EUR	27,094,597.73
Deferrals (liabilities)	EUR	7,402,206.34
Deferred taxes (not included under provisions/liabilities)	EUR	19,692,391.39

PROFIT AND LOSS ACCOUNT (cost of sales method) according to Comm. Code (HGB)

Sales	EUR	441,069,652.32
Manufacturing costs	EUR	363,930,937.89
Gross result on sales	EUR	77,138,714.43
Research and development costs	EUR	4,955,554.28
Other operating income	EUR	5,802,288.03
Other operating expenses	EUR	60,945,511.13
Operating result from continuing operations	EUR	17,039,937.05
Result from participating interests (+/-)	EUR	336,949.55
Expenses / income from participations	EUR	336,949.55
Income from related companies	EUR	336,949.55
Interest result (+/-)	EUR	-10,807,206.26
Interest and similar income	EUR	279,160.98
thereof from related companies	EUR	279,000.00
Interest and similar expenses	EUR	11,086,367.24
thereof paid to related companies	EUR	2,942,000.00
Other financial result	EUR	-16,514,000.00
Depreciation on financial assets and marketable securities	EUR	16,514,000.00
Financial result (+/-)	EUR	-26,984,256.71
Result from ordinary operations (+/-)	EUR	-9,944,319.66
Income tax / refund of income tax (+/-)	EUR	393,452.19
Other taxes / refund of taxes	EUR	-203,400.00
Tax (+/-)	EUR	190,052.19
Annual surplus / annual deficit	EUR	-9,754,267.47

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 72.32
UK Pound	1	INR 94.42
Euro	1	INR 84.08
EUR	1	INR 83.88

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

**INFORMATION DETAILS**

<b>Analysis Done by :</b>	PRI
<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)