

MIRA INFORM REPORT

Report No. :	529924
Report Date :	14.09.2018

IDENTIFICATION DETAILS

Name :	MORGAN TECNICA S.P.A.
Registered Office :	Via San Pancrazio 11/B 25030 Adro
Country :	Italy
Financials (as on) :	31.12.2016
Date of Incorporation :	18.02.2008
Com. Reg. No.:	BS0494945
Legal Form :	Joint Stock Company
Line of Business :	Subject is engaged in the design and production of machinery for the cutting room
No. of Employees :	37

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 :	No Complaints
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 (31.12.2017)	Current Rating (01.04.2018)
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

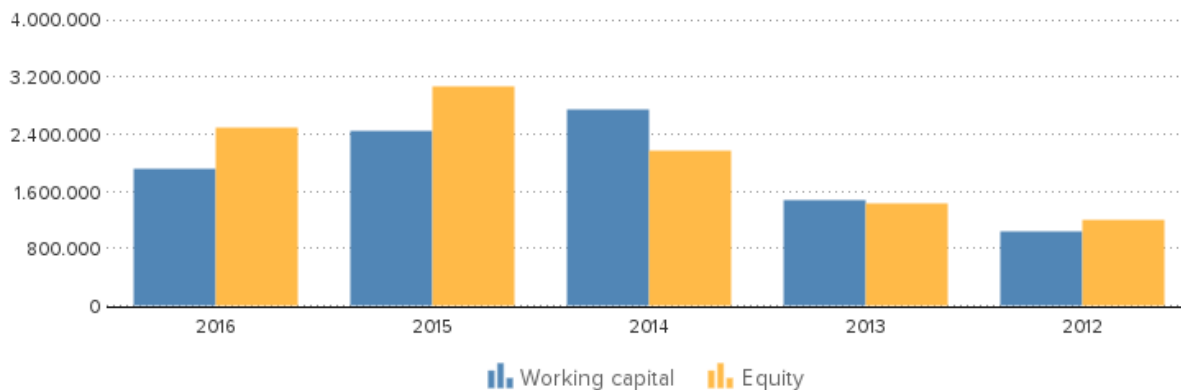
Italy's economy comprises a developed industrial north, dominated by private companies, and a less-developed, highly subsidized, agricultural south, with a legacy of unemployment and underdevelopment. The Italian economy is driven in large part by the manufacture of high-quality consumer goods produced 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 records. 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	Morgan Tecnica S.P.A.				
Operative address	Via San Pancrazio 11/B 25030 Adro Italy				
Status	Active				
Legal form	Joint stock company - SPA				
Registration number	Trade register number: BS0494945				
VAT-number	IT02981450980				
Year	2016	Mutation	2015	Mutation	2014
Fixed assets	2.046.188	15,18	1.776.511	130,39	771.075
Total receivables	4.091.872	-15,46	4.840.375	46,07	3.313.794
Total equity	2.478.749	-19,12	3.064.707	41,59	2.164.519
Short term liabilities	7.682.924	34,25	5.722.824	-0,58	5.756.408
Net result	1.014.048	12,65	900.186	23,80	727.133
Working capital	1.920.628	-21,52	2.447.394	-10,62	2.738.210
Quick ratio	1,02	-1,92	1,04	-7,14	1,12



CONTACT INFORMATION

Company name	Morgan Tecnica S.P.A.
Operative address	Via San Pancrazio 11/B 25030 Adro Italy
Correspondence address	Via San Pancrazio 11/B 25030 Adro Italy
Website	www.socuci.it

REGISTRATION

Registration number	Trade register number: BS0494945
VAT-number	IT02981450980
Status	Active
Establishment date	2008-02-18
Legal form	Joint stock company - SPA
Subscribed share capital	EUR 1.000.000

ACTIVITIES

NACE	2894: Manufacture of machinery for textile, apparel and leather production
Goal	Engaged in the design and production of machinery for the cutting room

RELATIONS

Shareholders	Name: GIACHETTI S.R.L.
	National id number: BS0540035
	Address: VIA LAGORIO 13/A
	City: PALAZZOLO SULL'OGGIO
	Country: IT
	Type: Corporate
	Share direct: 51.00%
	Turnover: 0 mil. EUR
	Total assets: 0.7874019 mil. EUR
	Profit loss before tax: 0.40562772 mil. EUR
	Profit loss after tax net income: 0.40562772 mil. EUR
	Shareholders funds: 0.77924423 mil. EUR

Shareholders	Name: META HOLDING S.R.L.
	National id number: MI1982276
	Address: CSO ITALIA 13
	City: MILANO
	Country: IT
	Type: Corporate
	Share direct: 49.00%
	Turnover: 0 mil. EUR
	Total assets: 6.7365905 mil. EUR
	Profit loss before tax: -0.74461667 mil. EUR
	Profit loss after tax net income: -0.78083735 mil. EUR
	Shareholders funds: 0.02433785 mil. EUR

Structure

SUBSIDIARIES

Name: MORGAN DYNAMICS S.R.L.
National id number: BS0496858
Address: VIA LAVORO ED INDUSTRIA 36
City: COCCAGLIO
Country: IT
Type: Corporate
Website: www.morgandynamics.it
Share direct: 75.50%
Turnover: 0.36998403 mil. EUR
Total assets: 0.21819571 mil. EUR
Profit loss before tax: 0.01483541 mil. EUR
Profit loss after tax net income: 0.00425671 mil. EUR
Shareholders funds: 0.05380422 mil. EUR
Number of employees: 4

Name: G.A. MORGAN DYNAMICS PRIVATE LIMITED
National id number: U51109KA2006PTC040973
Address: 1421, B BLOCK SAHAKARANAGARA
City: BANGALORE
Country: IN
Type: Corporate
Website: gamorgan.net
Share direct: 75.00%

Name: MORGAN TECNICA AMERICA INC.
Country: US
Type: Corporate
Share direct: 75.00%

Name: MORGAN TECNICA HONG KONG LIMITED
Country: CN
Type: Corporate
Share direct: 75.00%

Name: APP 11 S.R.L.
National id number: BS0555555
Address: VIA VITTORIO EMANUELE II 35
City: COCCAGLIO
Country: IT
Type: Corporate
Share direct: 50.00%
Turnover: 0.41691001 mil. EUR
Total assets: 0.20845501 mil. EUR
Profit loss before tax: 0.02371468 mil. EUR
Profit loss after tax net income: 0.01899192 mil. EUR
Shareholders funds: 0.01569333 mil. EUR
Number of employees: 6

MANAGEMENT

Management

Fullname: Ms Federica Giachetti
Type: Individual
Gender: Female
date of birth: 1968/11/19
Age: 49
Country: Italy
Number of involvements: 2
Function: Chairman of the Board of Directors
Level of responsibility: President / Chairman
Appointment date: 2017/06/29
Resignation date: 2019/12/31

Fullname: Ms Federica Giachetti
Type: Individual
Gender: Female
date of birth: 1968/11/19
Age: 49
Country: Italy
Number of involvements: 2
Function: Adviser
Level of responsibility: Other & unspecified
Appointment date: 2017/06/29
Resignation date: 2019/12/31

Fullname: Ms Federica Giachetti
Type: Individual
Gender: Female
date of birth: 1968/11/19
Age: 49
Country: Italy
Number of involvements: 2
Function: Managing Director
Level of responsibility: Unspecified executive
Appointment date: 2017/06/29
Resignation date: 2019/12/31

Fullname: Mr Marco Giuseppe Giovanni Canali
Type: Individual
Gender: Male
date of birth: 1962/09/06
Age: 56
Country: Italy
Number of involvements: 4
Function: Adviser
Level of responsibility: Other & unspecified
Appointment date: 2017/06/29

Resignation date: 2019/12/31

Fullname: Mr Marco Giuseppe Giovanni Canali
Type: Individual
Gender: Male
date of birth: 1962/09/06
Age: 56
Country: Italy
Number of involvements: 4
Function: Managing Director
Level of responsibility: Unspecified executive
Appointment date: 2017/06/29
Resignation date: 2019/12/31

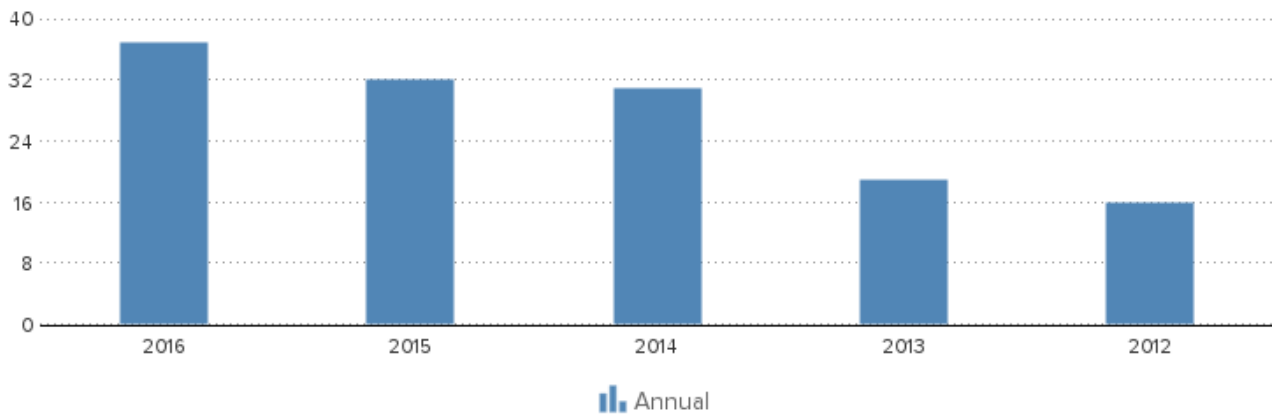
Fullname: Mr Fabrizio Giachetti
Type: Individual
Gender: Male
date of birth: 1971/07/19
Age: 47
Country: Italy
Number of involvements: 3
Function: Adviser
Level of responsibility: Other & unspecified
Appointment date: 2017/06/29
Resignation date: 2019/12/31

Fullname: Mr Fabrizio Giachetti
Type: Individual
Gender: Male
date of birth: 1971/07/19
Age: 47
Country: Italy
Number of involvements: 3
Function: Managing Director
Level of responsibility: Unspecified executive
Appointment date: 2017/06/29
Resignation date: 2019/12/31

Fullname: Mr Antonio Giovanni Galignani
Type: Individual
Gender: Male
date of birth: 1972/11/28
Age: 45
Country: Italy
Number of involvements: 2
Function: Chairman of the Board of Statutory Auditors
Level of responsibility: President / Chairman; Auditor
Appointment date: 2017/06/29
Resignation date: 2019/12/31

EMPLOYEES

Year	2016	2015	2014	2013	2012
Annual	37	32	31	19	16



FINANCIAL ANALYSIS

Trend	Declining
Profitability	More than sufficient
Solvability	Limited
Liquidity	Sufficient
Show amount in	Euro

KEY FIGURES

Year	2016	2015	2014	2013	2012
Quick ratio	1,02	1,04	1,12	0,92	0,88
Current ratio	1,25	1,43	1,48	1,33	1,28
Working capital/ balance total	0,16	0,25	0,30	0,25	0,20
Equity / balance total	0,21	0,31	0,23	0,24	0,23
Equity / Fixed assets	1,21	1,73	2,81	11,28	4,22
Working capital	1.920.628	2.447.394	2.738.210	1.469.220	1.046.719
Equity	2.478.749	3.064.707	2.164.519	1.437.383	1.201.366
Mutation equity	-19,12	41,59	50,59	19,65	
Mutation short term liabilities	34,25	-0,58	30,96	15,86	
Return on total assets (ROA)	12,91	12,92	11,88	6,46	4,45
Return on equity (ROE)	60,69	41,94	50,85	26,93	18,99
Gross profit margin	8,59	9,13	8,48	5,50	4,14
Net profit margin	5,97	6,09	5,95	2,83	2,03
Average collection ratio	2,21	2,58	2,12	1,90	1,89

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.

Average payment ratio	4,15	3,05	3,69	2,51	2,43
Equity turnover ratio	6,85	4,82	5,64	5,80	5,97
Total assets turnover ratio	1,46	1,49	1,32	1,39	1,40
Fixed assets turnover ratio	8,30	8,32	15,84	65,40	25,21
Inventory conversion ratio	9,62	6,73	6,01	4,61	4,72
Turnover	16.983.580	14.779.701	12.216.897	8.334.996	7.173.200
Operating result	1.458.794	1.349.595	1.035.549	458.378	296.724
Net result after taxes	1.014.048	900.186	727.133	236.014	145.542
Cashflow	1.204.337	1.017.715	815.010	478.693	414.913
Gross profit	3.532.781	3.054.226	2.532.438	1.674.185	1.425.631
EBITDA	1.649.083	1.467.124	1.123.426	701.057	566.095
Summary					

The 2016 financial result structure is a positive working capital of 1.920.628 euro, which is in agreement with 16 % of the total assets of the company.

The working capital has diminished with -21.52 % compared to previous year. The ratio, with respect to the total assets of the company has however, declined.

The deterioration between 2015 and 2016 has mainly been caused by a change of the current liabilities.

The current ratio of the company in 2016 was 1.25. 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 1.02. A company with a Quick Ratio of more than 1 can currently pay back its current liabilities.

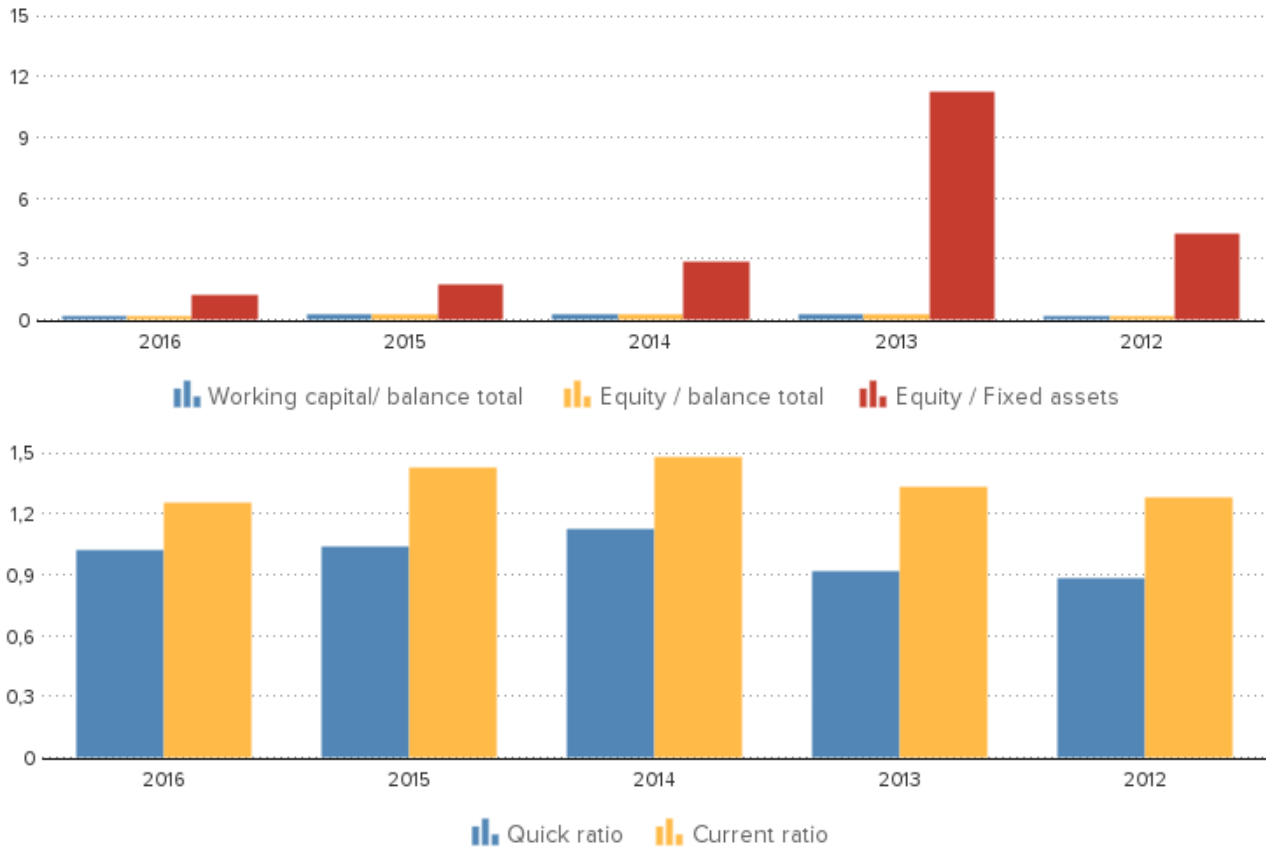
The 2015 financial result structure is a positive working capital of 2.447.394 euro, which is in agreement with 25 % of the total assets of the company.

The working capital has diminished with -10.62 % compared to previous year. The ratio, with respect to the total assets of the company has however, declined.

The deterioration between 2014 and 2015 has mainly been caused by a change of the current liabilities.

The current ratio of the company in 2015 was 1.43. When the current ratio is below 1.5, the company may have problems meeting its short-term obligations.

The quick ratio in 2015 of the company was 1.04. A company with a Quick Ratio of more than 1 can currently pay back its current liabilities.



FINANCIAL STATEMENT

Auditor

Name: Bertacchi Laura
date: 2017-06-29

Name: Mangili Alessandra
date: 2017-06-29

Name: Paris Simona
date: 2017-06-29

Name: Rao Giovanni
date: 2017-06-29

Last annual account

2016

Remark annual account

The company is obliged to file its financial statements.

Type of annual account

Corporate

Annual account

Morgan Tecnica S.P.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.

Via San Pancrazio 11/B
25030 Adro
Italy

BALANCE

Year	2016	2015	2014	2013	2012
End date	2016-12-31	2015-12-31	2014-12-31	2013-12-31	2012-12-31
Type of annual account	Corporate	Corporate	Corporate	Corporate	Corporate
Intangible fixed assets	173.438	120.770	80.787	68.758	216.231
Tangible fixed assets	1.319.273	1.334.403	669.978	38.381	50.564
Other fixed assets	553.477	321.338	20.310	20.310	17.733
Fixed assets	2.046.188	1.776.511	771.075	127.449	284.528
Total stock	1.766.114	2.197.509	2.032.816	1.807.503	1.519.665
Total receivables	4.091.872	4.840.375	3.313.794	3.325.032	2.947.240
Liquid funds	3.236.301	1.072.182	2.958.005	424.207	165.344
Other current assets	509.265	60.152	190.003	308.135	208.393
Current assets	9.603.552	8.170.218	8.494.618	5.864.877	4.840.642
Total assets	11.649.740	9.946.729	9.265.693	5.992.326	5.125.170
Total equity	2.478.749	3.064.707	2.164.519	1.437.383	1.201.366
Provisions	7.462	6.226	4.533	7.639	6.857
Long term liabilities	1.480.605	1.152.972	1.340.233	151.647	123.024
Accounts payable	3.860.637	3.087.525	3.263.871	1.642.411	1.137.350
Liabilities towards credit institutes	570.626	1.259.836	1.834.774	1.547.372	1.572.820
Other short term liabilities	3.251.661	1.375.463	657.763	1.205.874	1.083.753
Short term liabilities	7.682.924	5.722.824	5.756.408	4.395.657	3.793.923
Total liabilities	11.649.740	9.946.729	9.265.693	5.992.326	5.125.170
Summary	The total assets of the company increased with 17.12 % between 2015 and 2016.				

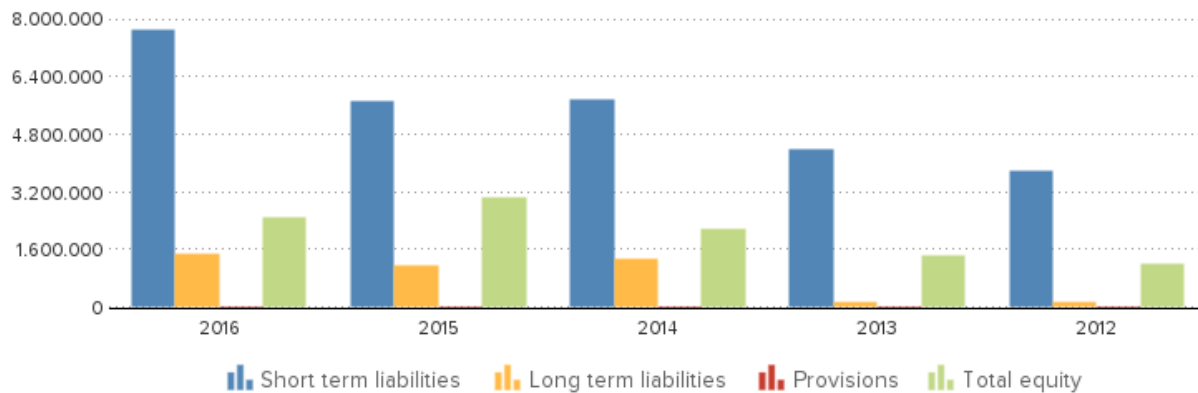
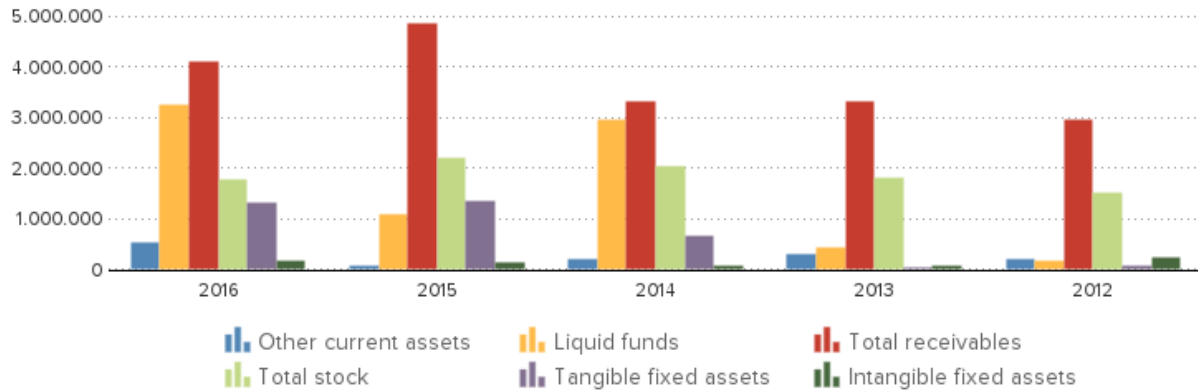
The fixed asset growth of 15.18 % is lower than the total asset growth.

In 2016 the assets of the company were 17.56 % composed of fixed assets and 82.44 % by current assets. The assets are being financed by an equity of 21.28 %, and total debt of 78.72 %.

The total assets of the company increased with 7.35 % between 2014 and 2015.

The total asset increase is retrievable in the fixed asset growth of 130.39 %.

In 2015 the assets of the company were 17.86 % composed of fixed assets and 82.14 % by current assets. The assets are being financed by an equity of 30.81 %, and total debt of 69.19 %.



PROFIT AND LOSS

Year	2016	2015	2014	2013	2012
Revenues	17.001.727	14.361.003	12.384.191	7.813.854	6.567.627
Net turnover	16.983.580	14.779.701	12.216.897	8.334.996	7.173.200
Wages and salaries	1.797.668	1.618.249	1.288.500	969.186	883.225
Amorization and depreciation	190.289	117.529	87.877	242.679	269.371
Production costs	8.292.221	7.231.177	5.680.011	4.338.310	3.671.936
Operating result	1.458.794	1.349.595	1.035.549	458.378	296.724
Financial income	179	137	14	1	36
Financial expenses	-45.447	64.346	-65.008	71.249	68.663
Financial result	45.626	-64.209	65.022	-71.248	-68.627
Result on ordinary operations before taxes	1.504.420	1.285.386	1.100.571	387.130	228.097
Taxation on the result of ordinary activities	490.372	385.104	375.409	150.978	82.555
Result of ordinary activities after taxes	1.014.048	900.282	725.162	236.152	145.542
Extraordinary income		66	2.078	2	
Extraordinary expense		162	107	140	
Extraordinary result before taxation		-96	1.971	-138	
Net result	1.014.048	900.186	727.133	236.014	145.542

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.

Summary

The turnover of the company grew with 14.91 % between 2015 and 2016.

The operating result of the company grew with 8.09 % between 2015 and 2016. This evolution implies an increase of the company's economic profitability.

The company's Economic Profitability did not change during the analysed period, but remained equal to 12.91 in the year 2016.

Despite the unchanged economic profitability the asset turnover decreased, whose index evolved from -2.01 to a level of 1.46.

The Net Result of the company increased by 12.65 % between 2015 and 2016.

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

The result of these variations is a profitability increase of 44.71 % of the analysed period, being 60.69 in the year 2016.

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

The turnover of the company grew with 20.98 % between 2014 and 2015.

The operating result of the company grew with 30.33 % between 2014 and 2015. 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 8.75 % of the analysed period, being equal to 12.92 in the year 2015.

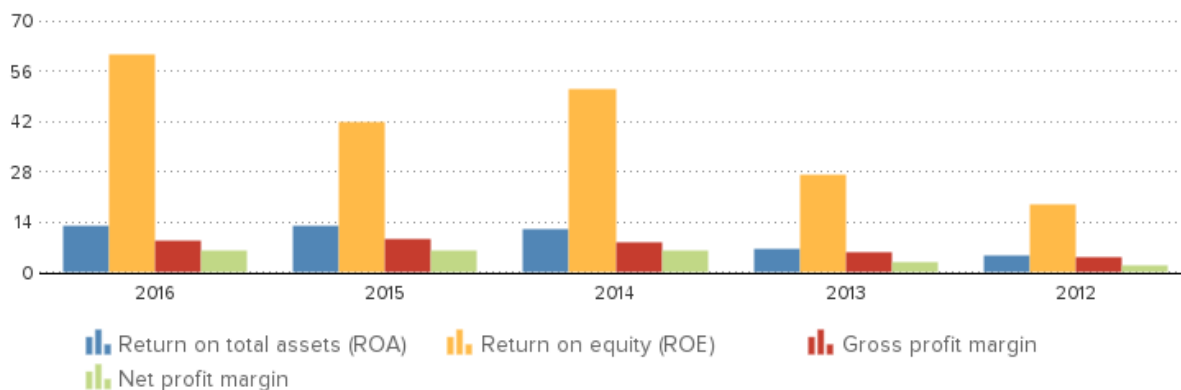
This growth has contributed to the increase in assets turnover, increasing by 12.88 % reaching 1.49.

The Net Result of the company increased by 23.8 % between 2014 and 2015.

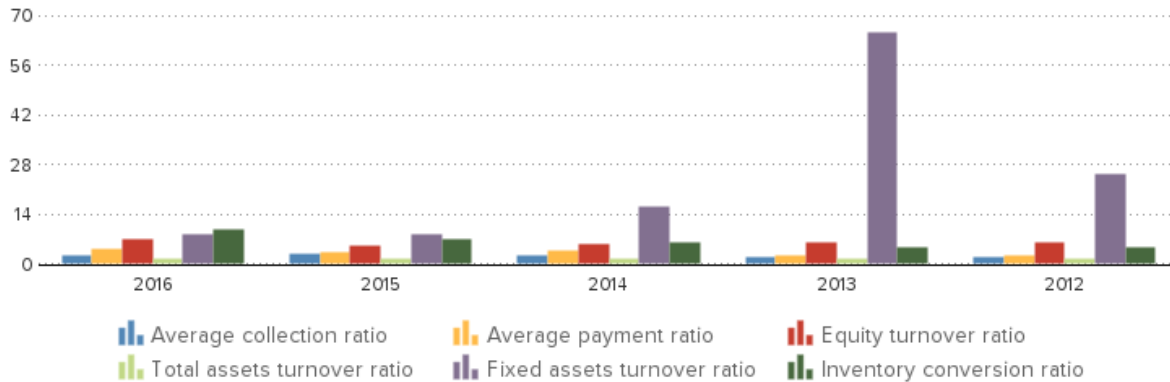
The company's Financial Profitability has been negatively affected by the financial activities in comparison to the EBITs behaviour.

The result of these variations is a profitability reduction of -17.52 % of the analysed period, being 41.94 in the year 2015.

The company's financial profitability has been positively affected by its financial structure.



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.



COUNTRY INFORMATION

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

PUBLICATIONS

Remarks	Status: Active
	Category: Large company
	Last year: 2016
	Turnover last year: 16.983.580 EUR
	Result last year: 1.014.048 EUR
	TOTAL assets last year: 11.649.740 EUR
	Number of employees: 37
	Number of shareholders: 2
	Number of subsidiaries: 5
	Number of branches: 0

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 72.75
UK Pound	1	INR 94.62
Euro	1	INR 84.32
Euro	1	INR 83.94

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

INFORMATION DETAILS

Analysis Done by :	VIV
Report Prepared by :	DNS

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)