

MIRA INFORM REPORT

Report No. :	531820
Report Date :	27.09.2018

IDENTIFICATION DETAILS

Name :	HSIN MEI KUANG CO., LTD.
Formerly Known As :	HSIN MEI KUANG PLASTIC INK CO., LTD.
Registered Office :	No.56, Chung Shan Rd., Tucheng Dist., New Taipei City 236, Taiwan (R.O.C.)
Country :	Taiwan
Date of Incorporation :	06.07.1970
Com. Reg. No.:	07450418
Legal Form :	Joint Stock Company
Line of Business :	Manufacturing and sale of printing ink
No. of Employees :	Not available

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 :	Satisfactory
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)
Taiwan	A1	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

TAIWAN - ECONOMIC OVERVIEW

Taiwan has a dynamic capitalist economy that is driven largely by industrial manufacturing, and especially exports of electronics, machinery, and petrochemicals. This heavy dependence on exports exposes the economy to fluctuations in global demand. Taiwan's diplomatic isolation, low birth rate, rapidly aging population, and increasing competition from China and other Asia Pacific markets are other major long-term challenges.

Following the landmark Economic Cooperation Framework Agreement (ECFA) signed with China in June 2010, Taiwan in July 2013 signed a free trade deal with New Zealand - Taipei's first-ever with a country with which it does not maintain diplomatic relations - and, in November of that year, inked a trade pact with Singapore. However, follow-on components of the ECFA, including a signed agreement on trade in services and negotiations on trade in goods and dispute resolution, have stalled. In early 2014, the government bowed to public demand and proposed a new law governing the oversight of cross-Strait agreements, before any additional deals with China are implemented; the legislature has yet to vote on such legislation, leaving the future of ECFA uncertain. President TSAI since taking office in May 2016 has promoted greater economic integration with South and Southeast Asia through the New Southbound Policy initiative and has also expressed interest in Taiwan joining the Trans-Pacific Partnership as well as bilateral trade deals with partners such as the US. These overtures have likely played a role in increasing Taiwan's total exports, which rose 11% during the first half of 2017, buoyed by strong demand for semiconductors.

Taiwan's total fertility rate of just over one child per woman is among the lowest in the world, raising the prospect of future labor shortages, falling domestic demand, and declining tax revenues. Taiwan's population is aging quickly, with the number of people over 65 expected to account for nearly 20% of the island's total population by 2025.

The island runs a trade surplus with many economies, including China and the US, and its foreign reserves are the world's fifth largest, behind those of China, Japan, Saudi Arabia, and Switzerland. In 2006, China overtook the US to become Taiwan's second-largest source of imports after Japan. China is also the island's number one destination for foreign direct investment. Taiwan since 2009 has gradually loosened rules governing Chinese investment and has also secured greater market access for its investors on the mainland. In August 2012, the Taiwan Central Bank signed a memorandum of understanding (MOU) on cross-Strait currency settlement with its Chinese counterpart. The MOU allows for the direct settlement of Chinese renminbi (RMB) and the New Taiwan dollar across the Strait, which has helped Taiwan develop into a local RMB hub.

Closer economic links with the mainland bring opportunities for Taiwan's economy but also pose challenges as political differences remain unresolved and China's economic growth is slowing. President TSAI's administration has made little progress on the domestic economic issues that loomed large when she was elected, including concerns about stagnant wages, high housing prices, youth unemployment, job security, and financial security in retirement. TSAI has made more progress on boosting trade with South and Southeast Asia, which may help insulate Taiwan's economy from a fall in mainland demand should China's growth slow in 2018.

Source : CIA

COMPANY NAME AND ADDRESS

Company Name: Hsin Mei Kuang Co., Ltd.
Supplied Name: Hsin Mei Kuang Co. Ltd
Trading Address: No.56, Chung Shan Rd., Tucheng Dist., New Taipei City 236,
Taiwan (R.O.C.)
Supplied Address: 56 Chung Shan Road Tu Cheng City, Taipei Hsien ROC
Telephone Number: +886-2-2268-3151
Fax Number: +886-2-2268-3607
E-mail: oversea@mail.hmk.com.tw

Notes: The exact name and address are as above.

COMPANY IDENTIFICATION DETAILS

Registered Name: Hsin Mei Kuang Co., Ltd.
Registered Address: No.56, Chung Shan Rd., Tucheng Dist., New Taipei City 236,
Taiwan (R.O.C.)
Date of Foundation: 1970-7-6
Registration Number: 07450418
Registry: Department of Commerce, Ministry of Economic Affairs,
R.O.C.
Registered Capital: NTD 600,000,000 (USD 19,200,000)
Paid-up Capital: NTD 580,000,000 (USD 18,560,000)
Legal Representatives: Zhengmei Li
Legal Form: Joint Stock Company
Principal Activities: Manufacturing and sale of printing ink.
Staff: N/A
Listed at Stock Exchange: No
Date of Last Annual Return: 2017-8-18

Note: Subject declined to disclose the number of staff, and from other source we cannot obtain the information, either.

HISTORY

Subject was incorporated on 1970-7-6 with registered number 07450418 as Joint Stock Company in Taiwan.

Former English Name: Hsin Mei Kuang Plastic Ink Co., Ltd.
Current English Name: Hsin Mei Kuang Co., Ltd.

CORPORATE STRUCTURE

Factories

1	
Address:	No.56, Chung Shan Rd., Tucheng Dist., New Taipei City 236, Taiwan (R.O.C.)
Date of Foundation:	1976-12-3
Date of Registration:	1978-4-26
Factory Registration Number:	99601998
Factory Manager:	Zhengmei Li
Status:	In Production
Date of Last Annual Return:	2010-9-14
Major Products:	192 Paints, dyes and pigments
2	
Name:	Yangmei Factory
Address:	No.250, Alley 845, Xiucai Rd., Xiucai Li, Yangmei Dist., Taoyuan City, Taiwan
Date of Foundation:	1988-8-8
Date of Registration:	1990-9-27
Factory Registration Number:	99622570
Factory Manager:	Zhengmei Li
Status:	In Production
Date of Last Annual Return:	2017-5-19
Major Products:	192 Paints, dyes and pigments 220 Plastic products

Related Offices

1	
Name	Taichung Office
Address	No.42, Industrial 22 Rd., Taichung City 407, Taiwan (R.O.C.)
Tel	+886-4-2359-5433
Fax	+886-4-2358-0540
2	
Name	Yuanlin Office
Address	No.347-3, Sec. 1, Yuanlu Rd., Pusin Township, Changhua County 513, Taiwan (R.O.C.)
Tel	+886-4-8283-122
Fax	+886-4-8283-485
3	
Name	Chiayi Office
Address	No.3, Sinsheng St., Minsyong Township, Chiayi County 621, Taiwan (R.O.C.)
Tel	+886-5-2201-624
Fax	+886-5-2202-805
4	
Name	Tainan Office
Address	No.209, Section 2, Datong Rd, Rende District, Tainan City, Taiwan(R.O.C.)
Tel	+886-6-2691-617
Fax	+886-6-2894-502

5
Name Kaoshiung Office
Address No.1666-1, Gaonan Highway, Nanzih Dist, Kaohsiung City 811, Taiwan
(R.O.C.)
Tel +886-7-3601-015
Fax +886-7-3601-016

Related Factories

1
Name Huizhou Factory (Mainland China)
Tel +86-752-6925780
Fax +86-752-6925786
2
Name Fuqing Factory (Mainland China)
Tel +86-591-85682101
Fax +86-591-85682103
3
Name Kunshan Factory (Mainland China)
Tel +86-512-57471058
4
Name Thailand Factory
Tel +66-34-849223
Fax +66-34-849228
5
Name Malaysia Factory
Tel +60-3-5191-6170
Fax +60-3-5192-4212
6
Name Indonesia Factory
Tel +62-21-6625150
Fax +62-21-6670286
7
Name Vietnam Factory
Tel +84-2743-790860
Fax +84-2743-790861

SHAREHOLDERS

Major Shareholders

Name	Subscription Shares
Zhengmei Li	1,563,925
Hanbang Li	2,070,671
Hanzhou Li	1,936,495

Chengbo Lin	186,080
Tianci Huang	75,898
Weining Chen	112,147
Hongying Investment Co., Ltd. (Literal Translation)	3,423,697
Baoling Chen	754,082
Santong Investment and Development Co., Ltd. (Literal Translation)	749,908
Yiying Wang	450,835

Shareholders Information:

1

Registered Name: Hongying Investment Co., Ltd. (Literal Translation)
Registered Address: 1/F, No.109, Sec.2, Zhongyang S. Rd., Beitou Dist., Taipei City,
Taiwan
Date of Foundation: 2006-8-22
Registration Number: 28385646
Registry: Taipei City Government
Registered Capital: NTD 17,000,000
Legal Representatives: Huihong Chen
Legal Form: Private Limited Liability Company
Date of Last Annual Return: 2016-3-16

2

Registered Name: Santong Investment and Development Co., Ltd. (Literal
Translation)
Registered Address: 1/F, No.4, Ln.9, Alley 77, Nong-an Str., Zhongshan Dist., Taipei
City, Taiwan
Date of Foundation: 1996-8-29
Registration Number: 97117532
Registry: Taipei City Government
Registered Capital: NTD 10,000,000
Paid-up Capital: NTD 10,000,000
Legal Representatives: Qiuyun Fan
Legal Form: Joint Stock Company
Date of Last Annual Return: 2017-6-7

MANAGEMENT INFORMATION

Core Management

Directors

1

Name Zhengmei Li
Position Chairman of the Board

2

Name Hanbang Li
Position Director & Manager

Date of Appointment for 2008-7-1
Manager

3

Name Hanzhou Li
Position Director

4

Name Chengbo Lin
Position Director

5

Name Tianci Huang
Position Director

6

Name Weining Chen
Position Director

7

Name Hongying Investment Co., Ltd. (Literal Translation)
Position Director

8

Name Baoling Chen
Position Supervisor

9

Name Santong Investment and Development Co., Ltd. (Literal Translation)
Position Supervisor

10

Name Yiyang Wang
Position Supervisor

OPERATION INFORMATION

Offices & Factories

Add Headquarters
No.56, Chung Shan Rd., Tucheng Dist., New Taipei City 236,
Taiwan (R.O.C.)

Production Information

Subject is engaged in manufacturing of printing ink, etc.
Subject has factories in Taiwan for production.
Subject obtained the certification of ISO 9001: 2008.

Purchase Information

The registered activities of subject:

No.	Details
1	Manufacturing and trading of printing ink
2	Manufacturing and trading of plastics and its processed products
3	Manufacturing and trading of solvent and pigment (not be allowed to sell them to oil products market with control of gasoline and diesel)
4	Import and export of above products and related raw materials and machinery.

The raw materials for production are purchased both at home and abroad.

Sales Information

Subject is engaged in sale of printing ink, etc.
The major products include solvent ink, waterbase ink, UV ink, customization ink and so on.
The products can be applied for PVC, air-feed toy, paper, wood, etc.
Subject's sales regions are domestic market, Asia, America, etc.

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.

Subject's major customers are distributors or from printing and packaging industries, etc.

Import and export right:

Import right	Yes
Export right	Yes

SETTLEMENTS

Purchase

Domestic Purchase

Products	Raw materials, etc.
Payment Terms	T/T, Cash, etc.

Import

Products	Raw materials, etc.
Payment Terms	L/C, T/T, etc.

Sales

Domestic Markets

Product	Printing ink, etc.
Selling Terms	T/T, Cash, etc.

Export

Product	Printing ink, etc.
Selling Terms	L/C, T/T, etc.

FINANCIAL INFORMATION

Subject has no obligations to disclose its financial statements to the third party according to the relevant policy in Taiwan and the only source from which we can obtain the information is the subject itself.

Subject's relevant staff declined to disclose its financials citing the grounds of company's confidentiality; from other sources we could not obtain such information, either.

BANKERS

Subject declined to disclose its bank details; from other source we could not obtain the relevant information, either.

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	INR 72.72
UK Pound	1	INR 95.77
Euro	1	INR 85.54
TWD	1	INR 2.38

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

INFORMATION DETAILS

Analysis Done by :	NIY
Report Prepared by :	SYL

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)