

MIRA INFORM REPORT

| | |
|---------------|------------|
| Report No. : | 531695 |
| Report Date : | 27.09.2018 |

IDENTIFICATION DETAILS

| | |
|-------------------------|--|
| Name : | TAIWAY ELECTRONICS COMPONENTS CO., LTD. |
| Formerly Known As : | TAIWAY ELECTRONICS CO., LTD. |
| Registered Office : | 4F., No.8, Lane 359, Sec. 2, Jhongshan Rd., Zhonghe Dist., New Taipei City 235, Taiwan (R.O.C.) |
| Country : | Taiwan |
| Date of Incorporation : | 07.11.1989 |
| Com. Reg. No.: | 23587806 |
| Legal Form : | Private Limited Liability Company |
| Line of Business : | Manufacturing and sale of electronic components |
| No. of Employees : | 50 |

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.

ECGC Country Risk Classification List

| Country Name | Previous Rating (31.12.2017) | Current Rating (01.04.2018) |
|--------------|---------------------------------|--------------------------------|
| Taiwan | 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 |

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: Taiway Electronics Components Co., Ltd.
Supplied Name: TAIWAY ELECTRONICS COMPONENTS CO., LTD
Trading Address: 4F., No.4,6,8, Lane 359, Sec. 2, Jhongshan Rd., Jhonghe
City, Taipei County 235, Taiwan
Supplied Address: 4F, No.4/6/8, Lane 359, Sec. 2, ZhongShan Road, ZhongHe
District,
Telephone Number: +886-2-8228-1538
Fax Number: +886-2-8228-1283
E-mail: info@taiway.com
sales@taiway.com

Notes: The exact name and address are as above.

COMPANY IDENTIFICATION DETAILS

Registered Name: Taiway Electronics Components Co., Ltd.
Registered Address: 4F., No.8, Lane 359, Sec. 2, Jhongshan Rd., Zhonghe Dist.,
New Taipei City 235, Taiwan (R.O.C.)
Date of Foundation: 1989-11-07
Registration Number: 23587806
Registry: New Taipei City Government
Registered Capital: NTD 26,000,000 (USD 858,000)
Legal Representatives: Xiulan Chen
Legal Form: Private Limited Liability Company
Principal Activities: Manufacturing and sale of electronic components.
Staff: About 50 Employees
Listed at Stock Exchange: No
Date of Last Annual Return: 2016-07-20

HISTORY

Subject was incorporated on 1989-11-07 with registered number 23587806 as Private Limited Liability Company in Taiwan.

Former English Name: TAIWAY ELECTRONICS CO., LTD.
Current English Name: TAIWAY ELECTRONICS COMPONENTS CO., LTD.

CORPORATE STRUCTURE

Related Companies

- 1
Name: Chlortrol Ltd
Address: 514-1B Bonsai-cho Kita-ku Saitama-shi Saitama 331-0805 Japan
Tel: +81-48-644-6662
Fax: +81-48-648-1661
E-Mail: ohki@chlortrol.com
- 2
Name: Beau & Light Limited
Address: Unit 2, 17/F Wah Chun Ind. Centerd, 54 Tai Chung Road, Tsuen Wan, NT, Hong Kong
Tel: +852-2413-0139
Fax: +852-2413-0033
E-Mail: paulsuen@beau-light.com.hk
- 3
Name: Wescal (s) Pte Ltd
Address: 16 Hudson Techno Centre, #04-03, New Industrial Road, Singapore 536204
Tel: +65-6846-2769
Fax: +65-6846-2768
E-Mail: kb.low@wescalelectronics.com
- 4
Name: The Republic Group Limited
Address: Unit 37 BasePoint Premier Way Abbey Park Ind. Estate Romsey Hampshire, SO51 9AQ, UK
Tel: +44-0-1794-329-300
E-Mail: richard@trgcomponents.co.uk
- 5
Name: Schuster Electronics
Address: Cincinnati 11320 Grooms Road Cincinnati, Ohio 45242-1480
Tel: +1-800-877-6875
Fax: +1-513-489-8686
E-Mail: sales@schusterusa.com
- 6
Name: Switches Plus Components
Address: 242 Governor Road, Braeside, Victoria, 3195.
Tel: +61-3-8587-3200
Fax: +61-3-9587-4149
E-Mail: sales@switchesplus.com.au

SHAREHOLDERS

Major Shareholders

(Unit: NTD)

| Name | Subscription Amount |
|-------------|---------------------|
| Xiulan Chen | 9,800,000 |
| Shaozhu Yan | 5,600,000 |
| Yuwen Yan | 5,600,000 |

MANAGEMENT INFORMATION

Core Management

Directors

1

| | |
|----------|-----------------------|
| Name | Xiulan Chen |
| Position | Chairman Of The Board |

2

| | |
|----------|-------------|
| Name | Shaozhu Yan |
| Position | Director |

3

| | |
|----------|-----------|
| Name | Yuwen Yan |
| Position | Director |

Personnel Structure

| | |
|-----------------|--------------------|
| Total Employees | About 50 Employees |
|-----------------|--------------------|

OPERATION INFORMATION

Offices & Factories

| | |
|-----|--|
| Add | Headquarters 4F., No.4,6,8, Lane 359, Sec. 2, Jhongshan Rd., Jhonghe City, Taipei County 235, Taiwan |
|-----|--|

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.

Production Information

Subject is engaged in manufacturing of electronic components, etc.
It is introduced subject has a factory in Taiwan for production, but we didn't obtain the detail information about it.
Subject obtained the certification of ISO9001, ISO14001, IECQ QC08000, EMC/EMI, etc.

Purchase Information

The registered activities of subject:

| Business Code | Details |
|---------------|---|
| - | Manufacturing, processing, buying and selling of electronic switch key, dial telephone, electronic clock, clock, electronic calculator switch socket plug wire antenna and electronic components. |
| - | Buying and selling of various textile clothing metal mechanical handicrafts. |
| - | Agent the business of pricing, bidding, distributing of the above products from home and abroad. |
| CC01060 | Manufacturing of wired communication equipment |
| CC01990 | Manufacturing of other electrical and electronic equipment (Electronic switch, key knob, socket plug) |
| CZ99990 | Manufacturing of other miscellaneous industrial products |
| F119010 | Wholesale of electronic materials |
| F106010 | Wholesale of hardware |
| F106030 | Wholesale of mold |
| F104020 | Wholesale of garment |
| F113010 | Wholesale of machinery |
| F199990 | Wholesale of other products (handicrafts) |
| F219010 | Retail of electronic materials |
| F206010 | Retail of hardware |
| F206030 | Retail of mold |
| F204020 | Retail of garment |
| F213080 | Retail of machinery |
| F299990 | Retail of other products (handicrafts) |
| F401010 | International trading business |
| CC01080 | Manufacturing of electronic components |
| CC01020 | Manufacturing of wires and cables |
| ZZ99999 | Besides licensed business, all other business items those are not banned or restricted. |

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

Sales Information

Subject is engaged in sale of electronic components, etc.
The major products are various switches and so on.
Subject's sales regions are domestic market, Asia, Europe, America, etc.
Subject's products are mainly used for machinery, forklift, medical equipment, 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.

Import and export right:
Import right Yes
Export right Yes

SETTLEMENTS

Purchase

Domestic Purchase

Products Components and raw materials, etc.
Payment Terms T/T, Cash, etc.

Import

Products Components and raw materials, etc.
Payment Terms L/C, T/T, etc.

Sales

Domestic Markets

Product Electronic components, etc.
Selling Terms T/T, Cash, etc.

Export

Product Electronic components, 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.

PUBLIC RECORD

Mortgage

No chattel mortgage record of subject has been found within the recent 3 months.

Lawsuit

Up to date of reporting, no existing or latent litigation of the subject has been found.

SPECIAL NOTE

Interview Details

Department

Sales Department

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 : | VIV |
| 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)