

## MIRA INFORM REPORT

<b>Report No. :</b>	531454
<b>Report Date :</b>	27.09.2018

### IDENTIFICATION DETAILS

<b>Name :</b>	VOLEX (ASIA) PTE LTD
<b>Formerly Known As :</b>	MAYOR PTE LTD (17/03/1995)
<b>Registered Office :</b>	35, Tampines Street 92, 528880
<b>Country :</b>	Singapore
<b>Financials (as on) :</b>	02.04.2017
<b>Date of Incorporation :</b>	11.01.1977
<b>Com. Reg. No.:</b>	197700085N
<b>Legal Form :</b>	Private Limited (Limited By Share)
<b>Line of Business :</b>	Trading of electronic components, electrical power cords, cables, assembly of cables.
<b>No. of Employees :</b>	125 [2018]

### RATING & COMMENTS

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

<b>MIRA's Rating :</b>	A
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Credit Rating	Explanation	Rating Comments
A	Acceptable Risk	Business dealings permissible with moderate risk of default

<b>Status :</b>	Satisfactory
<b>Payment Behaviour :</b>	Slow but Correct
<b>Litigation :</b>	Clear

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**NOTES:**

Any query related to this report can be made on e-mail: while quoting report number, name and date.

**ECGC Country Risk Classification List**

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

**SINGAPORE - ECONOMIC OVERVIEW**

Singapore has a highly developed and successful free-market economy. It enjoys an open and corruption-free environment, stable prices, and a per capita GDP higher than that of most developed countries. Unemployment is very low. The economy depends heavily on exports, particularly of electronics, petroleum products, chemicals, medical and optical devices, pharmaceuticals, and on Singapore's vibrant transportation, business, and financial services sectors.

The economy contracted 0.6% in 2009 as a result of the global financial crisis, but has continued to grow since 2010. Growth from 2012-2017 was slower than during the previous decade, a result of slowing structural growth - as Singapore reached high-income levels - and soft global demand for exports. Growth recovered to 3.6% in 2017 with a strengthening global economy.

The government is attempting to restructure Singapore's economy to reduce its dependence on foreign labor, raise productivity growth, and increase wages amid slowing labor force growth and an aging population. Singapore has attracted major investments in advanced manufacturing, pharmaceuticals, and medical technology production and will continue efforts to strengthen its position as Southeast Asia's leading financial and technology hub. Singapore is a signatory of the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP), and a party to the Regional Comprehensive Economic Partnership (RCEP) negotiations with nine other ASEAN members plus Australia, China, India, Japan, South Korea, and New Zealand. In 2015, Singapore formed, with the other ASEAN members, the ASEAN Economic Community.

Source : CIA

## **EXECUTIVE SUMMARY**

REGISTRATION NO.	: 197700085N
COMPANY NAME	: VOLEX (ASIA) PTE LTD
FORMER NAME	: MAYOR PTE LTD (17/03/1995)
INCORPORATION DATE	: 11/01/1977
COMPANY STATUS	: EXIST
LEGAL FORM	: PRIVATE LIMITED (LIMITED BY SHARE)
LISTED STATUS	: NO
REGISTERED ADDRESS	: 35, TAMPINES STREET 92, 528880, SINGAPORE.
BUSINESS ADDRESS	: 35 TAMPINES STREET 92, 528880, SINGAPORE.
TEL.NO.	: 65-69041545
FAX.NO.	: N/A
WEB SITE	: WWW.VOLEX.COM
CONTACT PERSON	: GIRISH GOPINATH ( DIRECTOR )
PRINCIPAL ACTIVITY	: TRADING OF ELECTRONIC COMPONENTS, ELECTRICAL POWER CORDS,CABLES, ASSEMBLY OF CABLES
ISSUED AND PAID UP CAPITAL	: 2,700,000.00 ORDINARY SHARE, OF A VALUE OF SGD 2,700,000.00
SALES	: USD 159,583,000 [2017]
NET WORTH	: USD 3,299,000 [2017]
STAFF STRENGTH	: 125 [2018]
LITIGATION	: CLEAR
FINANCIAL CONDITION	: LIMITED
PAYMENT MANAGEMENT CAPABILITY	: AVERAGE
COMMERCIAL RISK	: LOW
CURRENCY EXPOSURE	: MODERATE
GENERAL REPUTATION	: SATISFACTORY
INDUSTRY OUTLOOK	: MARGINAL GROWTH

## **HISTORY / BACKGROUND**

The Subject is a private limited company and is allowed to have a minimum of one and a maximum of forty-nine shareholders. As a private limited company, the Subject must have at least two directors. A private limited company is a separate legal entity from its shareholders. As a separate legal entity, the Subject is capable of owning assets, entering into contracts, sue or be sued by other companies. The liabilities of the shareholders are to the extent of the equity they have taken up and the creditors cannot claim on shareholders' personal assets even if the Subject is insolvent. The Subject is governed by the Companies Act and the company must file its annual returns, together with its financial statements with the Registrar of Companies.

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The Subject is principally engaged in the (as a / as an) trading of electronic components, electrical power cords, cables, assembly of cables.

The immediate holding company of the Subject is VOLEX PTE LTD, a company incorporated in SINGAPORE.

The ultimate holding company of the Subject is VOLEX PLC, a company incorporated in UNITED KINGDOM.

Share Capital History

Date                                      Issue & Paid Up Capital  
24/09/2018                                SGD 2,700,000.00

The major shareholder(s) of the Subject are shown as follows :

Current Shareholder(s) :

Name	Address	IC/PP/Loc No	Shareholding	(%)
VOLEX PTE LTD	10, CHANGI BUSINESS PARK CENTRAL 2, 05-01, HANSAPOINT @ CBP 486030 ,SINGAPORE	199204804R	2,700,000.00	100.00
			----- 2,700,000.00 =====	----- 100.00 =====

+ Also Director

The Subject's interest in other companies (Subsidiaries/Associates) are shown as follow :

Local No	Country	Company	Status	(%)	As At
	INDONESIA	PT VOLEX CAVBLE ASSEMBLY	-	95.00	02/04/2017
	INDONESIA	PT VOLEX INDONESIA	-	98.00	02/04/2017
	TAIWAN	VOLEX (TAIWAN) CO., LTD	-	100.00	02/04/2017
	THAILAND	VOLEX (THAILAND) CO., LTD	-	100.00	02/04/2017
	PHILIPPINES	VOLEX CABLE ASSEMBLIES (PHILS.) INC.	-	100.00	02/04/2017
	VIETNAM	VOLEX CABLE ASSEMBLY (VIETNAM) CO., LTD	-	100.00	02/04/2017
	JAPAN	VOLEX JAPAN CO., LTD	-	100.00	02/04/2017

**DIRECTORS**

DIRECTOR 1

Name Of Subject : GIRISH GOPINATH  
Address : 29, FLORA ROAD, 05-01, ESTELLA GARDENS, 509742, SINGAPORE.  
IC / PP No : G5166842T  
Nationality : INDIAN  
Date of Appointment : 30/12/2015

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**INTEREST CHECK**

Interest in companies : see below  
Interest in business : none in our databank  
Former interest : none in our databank

**INTEREST IN COMPANY**

No	Local No	Company	Designation	App Date	Shareholding No. %	Profit/(loss) After Tax	Financial Year	Status	As At
1	19770008 5N	VOLEX (ASIA) PTE LTD	Director	30/12/2015	0.00 -	USD(1,063,000.00)	2017	-	24/09/2018

**DIRECTOR 2**

Name Of Subject : DAREN JOHN MORRIS  
Address : RICHMOND HOUSE, 17 BURSTEAD CLOSE COBHAM, SURREY, KT11 2NL, UNITED KINGDOM.  
IC / PP No : 093201455  
Nationality : BRITISH  
Date of Appointment : 09/07/2015

**INTEREST CHECK**

Interest in companies : see below  
Interest in business : none in our databank  
Former interest : none in our databank

**INTEREST IN COMPANY**

No	Local No	Company	Designation	App Date	Shareholding No. %	Profit/(loss) After Tax	Financial Year	Status	As At
1	19770008 5N	VOLEX (ASIA) PTE LTD	Director	09/07/2015	0.00 -	USD(1,063,000.00)	2017	-	24/09/2018

## **MANAGEMENT**

- 1) Name of : GIRISH GOPINATH  
Subject  
Position : DIRECTOR

## **AUDITOR**

Firm No	Firm Name	Address	As At Date
	PRICEWATERHOUSECOOPERS LLP	N/A	02/04/2017

## **COMPANY SECRETARIES**

- 1) Company : TAN POH LING  
Secretary  
IC / PP No : S7509479E  
Address : 437, ANG MO KIO AVENUE 10, 14-1369, 560437, SINGAPORE.  
Date of : 31/07/2014  
Appointment
- 2) Company : SHE YULAN  
Secretary  
IC / PP No : S8128003G  
Address : 10, CHANGI BUSINESS PARK CENTRAL 2, 05-01, HANSAPOINT @ CBP, 486030,  
SINGAPORE.  
Date of : 13/05/2016  
Appointment

## **BANKING**

No Banker found in our databank.

## **ENCUMBRANCE (S)**

Charge No	Creation Date	Charge Description	Chargee Name	Total Charge	Status
200203177	17/07/2002	N/A	LLOYDS TSB BANK PLC	-	Unsatisfied
200203618	19/08/2002	N/A	LLOYDS TSB BANK PLC	-	Unsatisfied

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## **CIVIL LITIGATION CHECK - SUBJECT COMPANY AS A DEFENDANT**

\* A check has been conducted in our databank against the Subject whether the subject has been involved in any litigation.

No legal action was found in our databank.

No winding up petition was found in our databank.

## **PAYMENT RECORD**

### SOURCES OF RAW MATERIALS:

Local : YES  
Overseas : YES

The Subject refused to provide any name of trade/service supplier and we are unable to conduct any trade enquiry. However, from financial historical data we conclude that:

### OVERALL PAYMENT HABIT

Prompt 0-30 Days	[ ]	Good 31-60 Days	[ ]	Average 61-90 Days	[ X ]
Fair 91-120 Days	[ ]	Poor >120 Days	[ ]		

## **CLIENTELE**

Local : YES  
Domestic Markets : SINGAPORE  
Overseas : YES  
Export Market : WORLDWIDE  
Credit Term : 30 - 60 DAYS  
Payment Mode : CHEQUES  
TELEGRAPHIC TRANSFER (TT)

## **OPERATIONS**

Goods : ELECTRONIC COMPONENTS, ELECTRICAL POWER CORDS,CABLES  
Traded

Services : ASSEMBLY OF CABLES

Total Number of Employees:  
YEAR 2018

GROUP N/A  
COMPANY 125

Branch : NO

Other Information:

The Subject is principally engaged in the (as a / as an) trading of electronic components, electrical power cords, cables, assembly of cables.

The Subject is an international power cords and custom designed cable assemblies.

The products are used in the consumer electrical, domestic appliances as well as for the industrial and medical markets.

## **CURRENT INVESTIGATION**

Latest fresh investigations carried out on the Subject indicated that :

Telephone Number Provided By : N/A  
Client  
Current Telephone Number : 65-69041545  
Match : N/A  
Address Provided by Client : N/A  
Current Address : 35 TAMPINES STREET 92, 528880, SINGAPORE.  
Match : N/A

Other Investigations

We contacted one of the staff from the Subject and he provided some information.

He refused to disclose the fax number and bankers.

## **FINANCIAL ANALYSIS**

### Profitability

Turnover	:	Decreased	[	2012 - 2017	]
Profit/(Loss) Before Tax	:	Decreased	[	2012 - 2017	]
Return on Shareholder Funds	:	Unfavourable	[	(32.22%)	]
Return on Net Assets	:	Unfavourable	[	(24.73%)	]

The continuous fall in turnover could be due to the lower demand for the Subject's products / services. The Subject could be more efficient in controlling its operating costs and had managed to reduce its losses during the year. The Subject's unfavourable returns on shareholders' funds indicate the management's inefficiency in utilising its assets to generate returns.

### Working Capital Control

Stock Ratio	:	Favourable	[	9 Days	]
Debtor Ratio	:	Favourable	[	42 Days	]
Creditors Ratio	:	Favourable	[	3 Days	]

The Subject's stocks were moving fast thus reducing its holding cost. This had reduced funds being tied up in stocks. The favourable debtors' days could be due to the good credit control measures implemented by the Subject. The Subject had a favourable creditors' ratio where the Subject could be taking advantage of the cash discounts and also wanting to maintain goodwill with its creditors.

### Liquidity

Liquid Ratio	:	Acceptable	[	0.98 Times	]
Current Ratio	:	Unfavourable	[	1.04 Times	]

The Subject's liquid ratio was slightly low. This could indicate that the Subject's working capital was slightly deficient. The Subject will have to improve its liquidity position either by obtaining short term financing or increase its paid up capital so that it can meet all its short term obligations as and when they fall due.

### Solvency

Interest Cover	:	Unfavourable	[	(3.68 Times)	]
Gearing Ratio	:	Favourable	[	0.00 Times	]

The Subject incurred losses in the year. It did not generate sufficient income to service its interest. If the situation does not improve, the Subject may be vulnerable to default in servicing the interest. The Subject had no gearing and hence it had virtually no financial risk. The Subject was financed by its shareholders' funds and internally generated fund. During the economic downturn, the Subject, having a zero gearing, will be able to compete better than those which are highly geared in the same industry.

### Overall Assessment :

Although the Subject's turnover decreased, its losses also decreased during the year. This could be the result of more efficient control in its operating costs. The Subject's liquidity was at an acceptable range. If the Subject is able to obtain further short term financing, it should be able to meet all its short term obligations. The Subject's interest cover was negative, indicating that it did not generate sufficient income to service its interest. If its result does not show impressive improvements or succeed obtaining short term financing or capital injection, it may not be able to service its interest and repay the loans. The Subject was a zero gearing company, it was solely dependant on its shareholders to provide funds to finance its business. The Subject has good chance of getting loans, if the needs arises.

Overall financial condition of the Subject : LIMITED

## **SINGAPORE ECONOMIC/ INDUSTRY OUTLOOK**

Major Economic Indicators :	2013	2014	2015	2016	2017*
Population (Million)	5.40	5.47	5.54	5.61	5.61
Gross Domestic Products ( % )	5.1	3.9	2.2	2.4	3.6
Consumer Price Index	2.4	1.0	(0.5)	(0.5)	0.6
Total Imports (Million)	466,762.0	463,779.1	407,767.9	398,372.0	403,300.0
Total Exports (Million)	513,391.0	518,922.7	476,285.4	468,552.0	466,900.0
Unemployment Rate (%)	1.9	1.9	1.9	2.1	-
Tourist Arrival (Million)	15.46	15.01	15.23	16.28	-
Hotel Occupancy Rate (%)	86.3	85.5	84.0	83.1	84.7
Cellular Phone Subscriber (Million)	1.97	1.98	1.99	-	-
Registration of New Companies (No.)	37,288	41,589	34,243	35,227	37,395
Registration of New Companies (%)	9.8	11.5	(17.7)	2.9	6.2
Liquidation of Companies (No.)	17,369	18,767	21,384	23,218	22,379
Liquidation of Companies (%)	(5.3)	8.0	13.9	8.6	(3.6)
Registration of New Businesses (No.)	22,893	35,773	28,480	27,120	22,148
Registration of New Businesses (%)	1.70	56.30	(20.39)	(4.78)	(18.33)
Liquidation of Businesses (No.)	22,598	22,098	26,116	35,866	24,344
Liquidation of Businesses (%)	0.5	(2.2)	18.2	37.3	(32.1)
Bankruptcy Orders (No.)	1,992	1,757	1,776	1,797	1,638
Bankruptcy Orders (%)	14.0	(11.8)	1.0	1.2	(8.9)
Bankruptcy Discharges (No.)	2,584	3,546	3,499	4,359	2,030
Bankruptcy Discharges (%)	37.4	37.2	(1.3)	24.6	(53.4)
<b>INDUSTRIES ( % of Growth ) :</b>					
<b>Agriculture</b>					
Production of Principal Crops	1.78	4.29	3.04	-	-
Fish Supply & Wholesale	(3.8)	(8.6)	(8.5)	(9.9)	-
<b>Manufacturing #</b>					
Food, Beverages & Tobacco	97.9	99.4	100.0	103.7	110.3
Textiles	119.5	102.7	100.0	92.4	84.4
Wearing Apparel	334.1	212.6	100.0	83.4	88.2
Leather Products & Footwear	122.0	106.5	100.0	88.8	79.0
Wood & Wood Products	103.0	107.2	100.0	95.0	92.9
Paper & Paper Products	104.4	104.5	100.0	97.3	96.1
Printing & Media	113.8	105.968	100.0	85.1	73.1
Crude Oil Refineries	100.7	92.2	100.0	104.2	113.5

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Chemical & Chemical Products	88.4	96.7	100.0	98.9	105.3
Pharmaceutical Products	101.421	109.4	100.0	113.8	96.0
Rubber & Plastic Products	109.497	109.2	100.0	91.4	93.7
Non-metallic Mineral	107.4	90.759	100.0	89.8	72.9
Basic Metals	77.2	99.3	100.0	106.2	108.3
Fabricated Metal Products	107.5	107.757	100.0	93.8	91.3
Machinery & Equipment	109.1	118.2	100.0	80.8	86.1
Electrical Machinery	87.4	97.871	100.0	101.5	111.7
Electronic Components	105.0	105.6	100.0	114.1	151.4
Transport Equipment	111.1	106.68	100.0	101.0	99.5
Construction	25.40	22.00	-	-	-
Real Estate	88.5	145.1	-	-	-
Services					
Electricity, Gas & Water	6.70	6.50	-	-	-
Transport, Storage & Communication	9.80	14.20	-	-	-
Finance & Insurance	3.30	6.00	-	7.40	-
Government Services	6.50	6.30	-	-	-
Education Services	3.10	5.98	-	2.40	-

\* Estimate / Preliminary

# Based on Index of Industrial Production (2015 = 100)

## **INDUSTRY ANALYSIS**

### INDUSTRY : TRADING

According to the Ministry of Trade and Industry, the wholesale & retail trade sector expanded to 3.0% in the fourth quarter of 2017, moderating from the 3.3% growth in the previous quarter. The wholesale trade segment was boosted by an improvement in foreign wholesale sales volume, which more than offset the weakness in domestic wholesale sales volume. For the whole of 2017, the sector expanded by 2.3%, faster than the 1.0% growth in 2016. The improvement in growth can be attributed to the wholesale segment.

The domestic wholesale sales volume fell by 1.1% in the fourth quarter 2017, reversing the 2.0% growth in the preceding quarter. The poorer outturn was led by declines in the sales volume of household equipment & furniture (-27%) and general wholesale merchandise (-19%), which outweighed the increase in the sales volume of telecommunications & computers (20%). For the whole of 2017, the domestic wholesale trade index expanded by 1.0%, a turnaround from the 2.7% decline in 2016.

On the other hand, foreign wholesale sales volume rose to 6.2% in the fourth quarter 2017, a step-up from the 5.1% growth in the preceding quarter. Growth was driven by expansions in the sales of petroleum & petroleum-related products (11%), telecommunications & computers (19%) and electronic components (16%). However, growth was partly offset by a 20% decline in the sales volume of metals, timber & construction materials. For the full year 2017, the foreign wholesale trade index rose by 3.6%, faster than the increase of 1.5% in the previous year.

Besides, retail sales volume rose by 2.1% in the fourth quarter 2017, improving from the 0.9% growth recorded in the third quarter. Growth was supported by improvements in both motor vehicle and non-motor vehicle sales

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volumes. While motor vehicle sales benefitted from an on-year increase in COE supply, growth in non-motor vehicle sales came on the back of an improvement in consumer sentiments. Notably, the sales volume of discretionary goods such as recreational goods, computer & telecommunication equipment and wearing apparel & footwear grew by 4.6%, 4.3 % and 3.1% respectively.

For the full year 2017, retail sales volume expanded by 1.3%, similar to the 1.5% growth recorded in 2016. Growth was driven by both motor vehicle sales and non-motor vehicle sales, which the former rising by 1.5% and the latter increasing by 1.3%. The rise in non-motor vehicle sales was underpinned by higher sales of discretionary goods. For instance, the sales volume of recreational goods (3.9%), watches & jewellery (2.4%), computer & telecommunications equipment (1.7%) and wearing apparel & footwear (1.5%) improved in 2017.

OVERALL INDUSTRY OUTLOOK : MARGINAL GROWTH

## **CREDIT RISK EVALUATION & RECOMMENDATION**

Incorporated in 1977, the Subject is a Private Limited company, focusing on trading of electronic components, electrical power cords, cables, assembly of cables. The Subject has been in business for over two decades. It has built up a strong clientele base and satisfactory reputation will enable the Subject to further enhance its business in the near term. The Subject is expected to enjoy a stable market shares. A paid up capital of MYR 2,700,000 allows the Subject to expand its business more comfortably. With a strong backing from its holding company, the Subject enjoys timely financial assistance should the needs arise.

Over the years, the Subject has penetrated into both the local and overseas market. The Subject has positioned itself in the global market and is competing in the industry. Its stable clientele base will enable the Subject to further enhance its business in the near term. The Subject is a rapidly growing company with over 125 staff in its operations Overall, we regard that the Subject's management capability is average. This indicates that the Subject has greater potential to improve its business performance and raising income for the Subject.

Due to the challenging market conditions, the Subject's business performance seems to be deteriorating and losses incurred. The Subject has generated an unfavourable return on shareholders' funds indicating that the management was inefficient in utilising its funds to generate return. The Subject managed to maintain an adequate liquidity level, indicating that the Subject has the ability to meet its financial obligations. Being a zero geared company, the Subject virtually has no financial risk as it is mainly dependent on its internal funds to finance its business. Given a positive net worth standing at USD 3,299,000, the Subject should be able to maintain its business in the near terms.

The Subject's supplier are from both the local and overseas countries. This will eliminates the risk of dependency on deliveries from a number of key suppliers and insufficient quantities of its raw materials. Overall the Subject has a good control over its resources.

The Subject's payment habit is average. With its adequate working capital, the Subject should be able to pay its short term debts.

The industry has reached its maturity stage and only enjoying a marginal growth. The steady growth of the country's economy will further enhance the industry activities. Thus, the Subject's future performance is very much depend on its marketing strategies in order to retain its position in the market.

Based on the above condition, we recommend credit be granted to the Subject normally.

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## **PROFIT AND LOSS ACCOUNT**

THE FINANCIAL STATEMENTS WERE PREPARED IN ACCORDANCE WITH SINGAPORE FINANCIAL REPORTING STANDARDS.

VOLEX (ASIA) PTE LTD

Financial Year End	2017-04-02	2016-04-04
Months	12	12
Consolidated Account	Company	Company
Audited Account	YES	YES
Unqualified Auditor's Report (Clean Opinion)	YES	YES
Financial Type	FULL	FULL
Currency	USD	USD
TURNOVER	159,583,000	201,241,000
Other Income	639,000	3,479,000
	-----	-----
Total Turnover	160,222,000	204,720,000
Costs of Goods Sold	(147,331,000)	(192,105,000)
	-----	-----
Gross Profit	12,891,000	12,615,000
	-----	-----
PROFIT/(LOSS) FROM OPERATIONS	(1,038,000)	(4,381,000)
	-----	-----
PROFIT/(LOSS) BEFORE TAXATION	(1,038,000)	(4,381,000)
Taxation	(25,000)	(37,000)
	-----	-----
PROFIT/(LOSS) AFTER TAXATION	(1,063,000)	(4,418,000)
	-----	-----
RETAINED PROFIT/(LOSS) BROUGHT FORWARD		
As previously reported	2,696,000	7,114,000
	-----	-----
As restated	2,696,000	7,114,000
	-----	-----
PROFIT AVAILABLE FOR APPROPRIATIONS	1,633,000	2,696,000
	-----	-----
RETAINED PROFIT/(LOSS) CARRIED FORWARD	1,633,000	2,696,000
	=====	=====
INTEREST EXPENSE (as per notes to P&L)		
Others	222,000	322,000
	-----	-----
	222,000	322,000
	=====	=====
DEPRECIATION (as per notes to P&L)	56,000	72,000
AMORTIZATION	-	(142,000)
	-----	-----
Total Amortization And Depreciation	56,000	(70,000)
	=====	=====

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## **BALANCE SHEET**

VOLEX (ASIA) PTE LTD

ASSETS EMPLOYED:

FIXED ASSETS	136,000	72,000
LONG TERM INVESTMENTS/OTHER ASSETS		
Subsidiary companies	488,000	488,000
Others	-	3,101,000
	-----	-----
TOTAL LONG TERM INVESTMENTS/OTHER ASSETS	488,000	3,589,000
	-----	-----
TOTAL LONG TERM ASSETS	624,000	3,661,000
CURRENT ASSETS		
Stocks	3,786,000	4,927,000
Trade debtors	18,370,000	16,894,000
Other debtors, deposits & prepayments	1,602,000	2,322,000
Amount due from subsidiary companies	10,261,000	11,819,000
Amount due from related companies	40,188,000	31,550,000
Cash & bank balances	1,539,000	10,793,000
	-----	-----
TOTAL CURRENT ASSETS	75,746,000	78,305,000
	-----	-----
TOTAL ASSET	76,370,000	81,966,000
	=====	=====
CURRENT LIABILITIES		
Trade creditors	1,210,000	1,117,000
Other creditors & accruals	2,065,000	7,016,000
Amounts owing to subsidiary companies	1,382,000	752,000
Amounts owing to related companies	67,180,000	68,533,000
Other liabilities	1,234,000	-
	-----	-----
TOTAL CURRENT LIABILITIES	73,071,000	77,418,000
	-----	-----
NET CURRENT ASSETS/(LIABILITIES)	2,675,000	887,000
	-----	-----
LONG TERM LIABILITIES		
Others	-	186,000
	-----	-----
TOTAL LONG TERM LIABILITIES	-	186,000
	-----	-----
TOTAL NET ASSETS	3,299,000	4,362,000
	=====	=====
SHARE CAPITAL		
Ordinary share capital	1,666,000	1,666,000
	-----	-----
TOTAL SHARE CAPITAL	1,666,000	1,666,000

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RESERVES		
Retained profit/(loss) carried forward	1,633,000	2,696,000
	-----	-----
TOTAL RESERVES	1,633,000	2,696,000
	-----	-----
SHAREHOLDERS' FUNDS/EQUITY	3,299,000	4,362,000
	=====	=====

## **FINANCIAL RATIO**

### VOLEX (ASIA) PTE LTD

#### TYPES OF FUNDS

Cash	1,539,000	10,793,000
Net Liquid Funds	1,539,000	10,793,000
Net Liquid Assets	(1,111,000)	(4,040,000)
Net Current Assets/(Liabilities)	2,675,000	887,000
Net Tangible Assets	3,299,000	4,362,000
Net Monetary Assets	(1,111,000)	(4,226,000)

#### PROFIT & LOSS ITEMS

Earnings Before Interest & Tax (EBIT)	(816,000)	(4,059,000)
Earnings Before Interest, Taxes, Depreciation And Amortization (EBITDA)	(760,000)	(4,129,000)

#### BALANCE SHEET ITEMS

Total Liabilities	73,071,000	77,604,000
Total Assets	76,370,000	81,966,000
Net Assets	3,299,000	4,362,000
Net Assets Backing	3,299,000	4,362,000
Shareholders' Funds	3,299,000	4,362,000
Total Share Capital	1,666,000	1,666,000
Total Reserves	1,633,000	2,696,000

#### GROWTH RATIOS (Year on Year) (%)

Revenue	(20.70)	(15.07)
Profit/(Loss) Before Tax	76.31	50.31
Profit/(Loss) After Tax	75.94	47.49
Total Assets	(6.83)	(22.97)
Total Liabilities	(5.84)	(14.95)

#### LIQUIDITY (Times)

Cash Ratio	0.02	0.14
Liquid Ratio	0.98	0.95
Current Ratio	1.04	1.01

#### WORKING CAPITAL CONTROL (Days)

Stock Ratio	9	9
Debtors Ratio	42	31
Creditors Ratio	3	2

#### SOLVENCY RATIOS (Times)

Liabilities Ratio	22.15	17.79
Times Interest Earned Ratio	(3.68)	(12.61)
Assets Backing Ratio	1.98	2.62

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PERFORMANCE RATIO (%)		
Operating Profit Margin	(0.65)	(2.18)
Net Profit Margin	(0.67)	(2.20)
Return On Net Assets	(24.73)	(93.05)
Return On Capital Employed	(24.73)	(89.25)
Return On Shareholders' Funds/Equity	(32.22)	(101.28)

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 72.72
UK Pound	1	INR 95.77
Euro	1	INR 85.54
SGD	1	INR 53.12

**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>	NIT

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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)