

Business Credit Report
HUIZHOU XXXX PACKING CO., LTD.

惠州市XX包装有限公司

Your Enquiry: 惠州市XX包装有限公司
Date of Enquiry: May 03, 2016
Report Type: Business Credit Report
Type of Enquiry: Normal
Date of Delivery: May 18, 2016

INVESTIGATION NOTES

I

The given address, "No. XX Zusutian, Wushiyuan, Yunbu Village, Luoyang Town, Boluo County" is Subject's registered address. Due to the failure to get in touch with Subject directly, Subject's operation address cannot be provided herein.

Due to the failure to get in touch with Subject directly, Subject's telephone number and fax number cannot be provided herein.

We failed to find Subject's English name through the official channels and failed to get in touch with Subject directly, so Subject's literally translated name is adopted herein.

Since commercial system reformed in Mar. 2014, paid-up capital has not been registered, so we failed to find Subject's current paid-up capital through the official channels.

II

1. We searched through the local 114 telephone number inquiry hot line based on Subject's name, yet failed to find Subject's telephone number.

2. We searched through Baidu, Google, Sougou, Youdao, 360 search, AOL and other searching engines based on Subject's name and address, and obtained Subject's telephone number, "1390XXXX953". We dialed the number, yet the interviewee refused to disclose any information and hung up the telephone.

3. We obtained the telephone numbers, "0752-662XXX2,0752-631XXX9" of Luoyang County People's Government and Yunbu Village Committee based on Subject's registered address, "No. 3 Zusutian, Wushiyuan, Yunbu Village, Luoyang Town, Boluo County". We dialed the numbers, yet the interviewees were not clear about Subject.

4. We searched the enterprises with which Subject's Legal Representative holds post, "Shenzhen XXXX Plastic Hardware Products Co., Ltd.", "Shenzhen XXX Mold & Plastic Products Co.,Ltd.", "Huizhou XXX Organic Silicon Materials Co., Ltd.".

(1) we dialed the telephone number, "1392XXXX552" of Shenzhen XXXX Plastic Hardware Products Co., Ltd., yet the interviewee refused to disclose any information.

(2) we dialed the telephone numbers, "0755-842XXX17,0755-897XXX79" of Shenzhen XXX Mold & Plastic Products Co.,Ltd., yet the interviewees refused to disclose related information.

(3) we dialed the telephone number, "1392XXXX552" of Huizhou XXX Organic Silicon Materials Co., Ltd., yet the interviewee refused to disclose related information.

5. Subject is invested by many natural persons, so we failed to find related information on Subject through the shareholders.

6. It is learned through the official channels that Subject is mainly engaged in production and sale of plastic products.

7. The information on Subject's registration and shareholders was acquired through the official channels and for your reference only. Due to the failure to get in touch with Subject, the information concerning Subject's purchase, sales, credit records, staff, property ownership cannot be provided herein. Additionally, our investigator advises you to be cautious of commercial risk.

PROFILE

Subject Name: HUIZHOU XXX PACKING CO., LTD.
 (Literal Translation)

CPC NO.: CS 574

AIC No.: 4413XXXX0098296
 Unified Social Credit Code: 9144XXXX3042024022

N.O.C.: 304XXX402
 Tax File No.: 4413XXXX4202402

Address:

SUMMARY

Establishment Date: Jul. 28, 2014
 Legal Status: Limited liability company (natural person-funded or -controlled)
 Organization Type: Corporate enterprise
 Debt Issued or Not: No
 Listed or Not: No
 External Investment or Not: No
 Legal Rep.: PENG XXXX
 Availability of Main Executive Background: Yes
 Registered Capital: 20,000,000
 Sales: 0 (2014)
 Net Profit: 0 (2014)
 Total Assets: 10,000 (Dec. 31, 2014)
 Net Worth: 0 (Dec. 31, 2014)
 I/E License: No
 Litigation Records: No
 Credit Records: No
 Public Records: No

Currency in this report is Chinese Yuan (RMB) unless otherwise stated. "--" in this report indicates "unavailable" or "no comments" due to insufficient information.

CREDIT ASSESSMENT

Major Indicators	Score	Rating
Business Size:	--	--
Company Background:	--	--
Financial Position:	--	--
Industry Outlook:	--	--
Credit Rating:		
Base Credit Limit:		--

RATING DISTRIBUTION IN DATABASE



MAIN BUSINESS & INDUSTRY CLASSIFICATION

Main Business: Production and sale of plastic products
 Chinese SIC: 2929, Manufacture of other plastic products
 ISIC: 2220, Manufacture of plastics products
 NACE: 22.29, Manufacture of other plastic products

More information about Subject's lines of business can be found in OPERATIONS

FINANCIAL SUMMARY

	2014
Sales	0
Total profit	0
Net profit	0
Total assets	10,000
Total liabilities	10,000
Total shareholders' equity	0

GENERAL COMMENTS

Registered and founded in July 2014, it is learned through the official channels that, Subject is mainly engaged in production and sale of plastic products. Without a long history, it should further improve its recognition locally and in its line.

Analysis of the financials available shows that Subject's sales for 2014 read nil and net profits also read nil in the same year, showing to-be-improved profitability. Subject's liabilities/assets ratio in 2014 stood at 100%, indicating Subject was in insolvency and the solvency pressure was large.

REGISTRATION

Establishment Date: Jul. 28, 2014
 Registered Address: No. XX Zusutian, Wushiyuan, Yunbu Village, Luoyang Town, Boluo County, Guangdong China
 Zip Code: 516120
 Registry: Boluo County Market Supervision Administration
 Legal Rep.: PENG XXXX
 AIC No.: 4413XXXX0098296
 Unified Social Credit Code: 9144XXXX3042024022
 Legal Status: Limited liability company (natural person-funded or -controlled)
 Registered Capital: 20,000,000
 Business Scope: Production, processing and sale of moulds and plastic products (excluding electroplating and waste plastic)(operation shall be subject to an approval from relevant department if obligatory)
 Duration of Operation: From Jul. 28, 2014 To Jul. 28, 2024
 Latest Yearly Inspection: 2014

CHANGES IN REGISTRATION

Date of Change	Change(s)	From	To
Apr. 12, 2016	Registered Capital	RMB500,000	RMB20,000,000
Apr. 12, 2016	Shareholder(s)	PENG XXXX: RMB270,000 PENG SXXXX: RMB230,000	PENG XXXX: RMB4,900,000 24.50% LI XXX: RMB4,000,000 20.00% PENG XXXX: RMB3,800,000 19.00% PENG XXXX: RMB3,800,000 19.00% PENG XXXX: RMB3,500,000 17.50%

SHAREHOLDERS AND SHARES

Shareholders	Capital Subscribed	% of Total
PENG XXXX	4,900,000	24.50
LI XXX	4,000,000	20.00
PENG XXXX	3,800,000	19.00
PENG SXXXX	3,800,000	19.00
PENG XXXX	3,500,000	17.50
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Total	20,000,000	100.00

HISTORY

Jul.2014 Subject was registered and founded.

MAIN EXECUTIVE(S)

Name: PENG XXXX
Gender: Male
Date of Birth: 1975
Working Experience: Currently with Subject as Executive Director and General Manager
No. of Invested and Appointed Companies: 3

Note: The information above comes directly from database and may contain obsolete information. It is provided herein for reference only.

Please order Report on Investments and Appointments of Executives for details on other companies which the main executives of Subject have invested in and been appointed to.

BOARD OF DIRECTORS

Name: PENG XXXX
Post: Executive Director and General Manager
Nationality: China
Gender: Male
Date of Birth: 1975

BOARD OF SUPERVISORS

Name: PENG SXXXX
Post: Supervisor
Nationality: China
Gender: Male
Date of Birth: 1956

OPERATIONS

Main Business: Production and sale of plastic products
Chinese SIC: 2929, Manufacture of other plastic products
ISIC: 2220, Manufacture of plastics products
NACE: 22.29, Manufacture of other plastic products

It is learned through the official channels that Subject is mainly engaged in production and sale of plastic products.

TRADEMARKS & PATENTS

Our check with the Trademark Office of the State Administration for Industry and Commerce of the People's Republic of China finds no trademarks registered by Subject in the latest five years.

Our check with State Intellectual Property Office of the People's Republic of China finds no patent applications filed by Subject in the latest five years.

IMPORT & EXPORT

I/E License: No

CREDIT RECORDS

Due to the failure to get in touch with Subject, and the failure to obtain the information on Subject's main suppliers, the relevant payment comments cannot be provided herein.

MAJOR RANKS

As of the completion of this report, our check with open sources and major search engines has found no ranking lists involving Subject in the latest five years.

LITIGATION RECORDS

As of the completion date of the report, no litigation records by or against Subject have been found in the latest five years through our searching the website www.chinacourt.org, the local court's website and other major search engines.

PUBLIC RECORDS

As of the completion of this report, our check with open sources and major search engines has found no public records involving Subject in the latest five years.

FINANCE

Balance Sheet ('000):

	Dec. 31, 2014 (Unconsolidated)
TOTAL ASSETS	10
TOTAL LIABILITIES	10
TOTAL SHLDRS' EQUITY	0
TOTAL LIABILITIES & SHLDRS' EQUITY	10

Income Statement ('000)

	2014
Starting Date	Jan. 01, 2014
Closing Date	Dec. 31, 2014
Sales	0
Total profit	0
Less: Income tax	0
Net profit	0

NOTES TO FINANCE

Due to lack of clear government policy regarding transparency of enterprise financial information, many financial items might be missing in the above financial statements, causing possible inequality between the sum of the provided items and the provided Total Number.

We only obtained Subject's main financials for 2014 through the official channels and failed to find the detailed financials.

Founded in 2014, Subject did not conduct various businesses, so the sales for 2014 read nil.

INDUSTRY PROFILE

2929, Manufacture of other plastic products

Industry Definition:

Referring to the production activities of other various kinds of non-daily plastic products not listed above, including the manufacture of following plastic products: -safety helmets and plastic & rubber caps (plastic safety helmets (caps), non-plastic safety helmets (caps), plastic swimming caps, rubber swimming caps and other rubber & plastic caps); -medical and sanitary plastic products (plastic toilet supplies, other plastic products for medical and sanitary uses); - (degradable plastic products) -biodegradable plastic products: biodegradable plastic products made of natural polymer materials, petrochemical-base biodegradable plastic products, biological-base biodegradable plastic products, blended biodegradable plastic products and other biodegradable plastic products; - photodegradable plastic products; -heat and/or oxide degradable plastic products; -biological-base plastic products; starch-base plastic products, plant cellulose-base plastic products and other biological-base plastic products; -other degradable plastic products; - other plastic products: plastic laminated board, adhesive tapes and similar materials (encapsulant reflective film, plastic laminated board, plastic adhesive tapes and other plastic adhesives), other plastic products n.e.s. -plastic granules: plastic granule for cables, plastic granule for masterbatch, plastic granule for filling masterbatch, plastic granule for functional masterbatch, modified plastic granule for filler, blended modified plastic granule, reinforced modified plastic granule, functional modified plastic granule, plastic thermosetting plastic granule, recycled plastic granule and other plastic granule; - other semi-finished plastic products and auxiliary materials

Industry Status & Trend:

According to relevant statistics, the export value of other plastic products in the first 6 months of 2015 reached RMB27,235,911,000, down 1.24% year-on-year.

Urbanization and globalization have become social development tendency, which is closely related to the development of energy, construction, real estate and some other industries. Plastic is widely applied in these industries so the development of these industries will drive the rising of global plastic demand in coming days. Despite unfavorable external circumstances, this industry still enjoys a strong upward tendency. The demand for plastic products has already recovered obviously in some emerging markets of Asia and South America, and therefore the demand and production capacity of domestic modified plastic market will expand remarkably. China's plastics industry needs to intensify technology development, improve technical level and make high end plastic products with high added value, high function and high performance to meet the needs of domestic consumers and related fields, narrowing the gap with developed countries further.

INDUSTRY FINANCIAL RATIOS

2920, Manufacture of plastic products

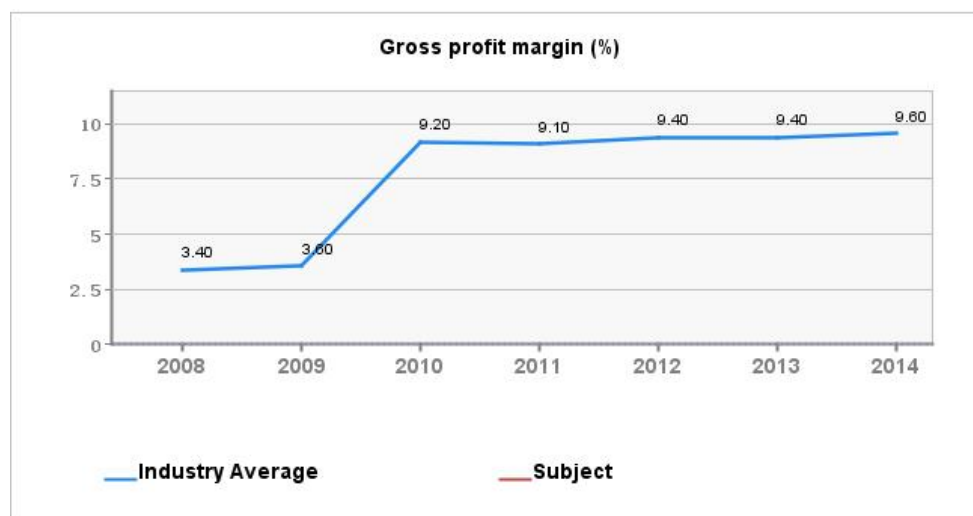
2014	Subject	Best	Average	Worst
Return on net assets (%)	--	10.80	3.80	-9.60
Return on total assets (%)	--	7.00	2.90	-4.90
Gross profit margin (%)	--	19.60	9.60	-7.50
Turnover of total assets	--	1.30	0.70	0.30
Turnover of current assets	--	2.80	1.50	1.10
Turnover of accounts receivable (days)	--	26.47	56.25	116.13
Liabilities/assets ratio (%)	--	50.00	60.00	85.00
Current ratio	--	2.45	1.00	0.42
Quick ratio	--	1.53	0.62	0.26
Sales growth (%)	--	22.80	10.60	-6.60
Gross profit growth (%)	--	17.00	3.40	-13.10
Total assets growth (%)	--	16.40	2.70	-18.90

* The above indicators come from industry statistics regularly published by the government.

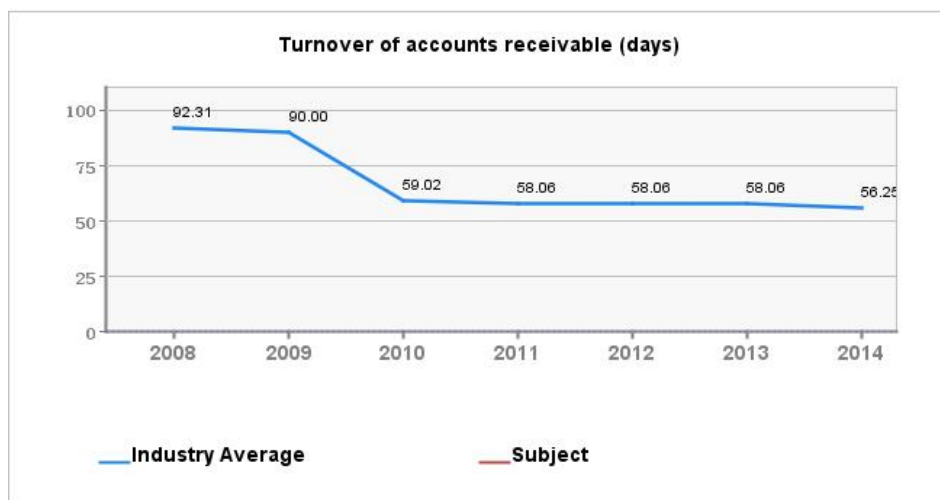
TREND CHART OF KEY INDICATORS

2920, Manufacture of plastic products

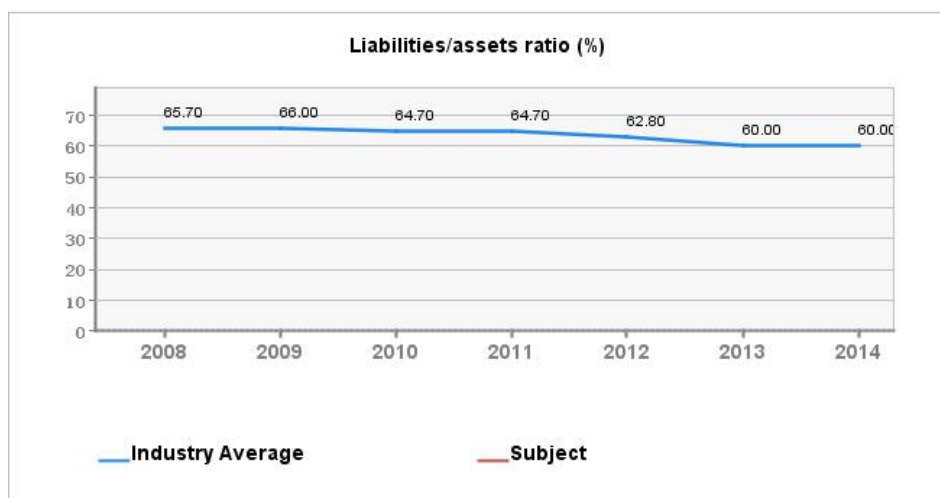
Trend of Gross Profit Margin (Average):



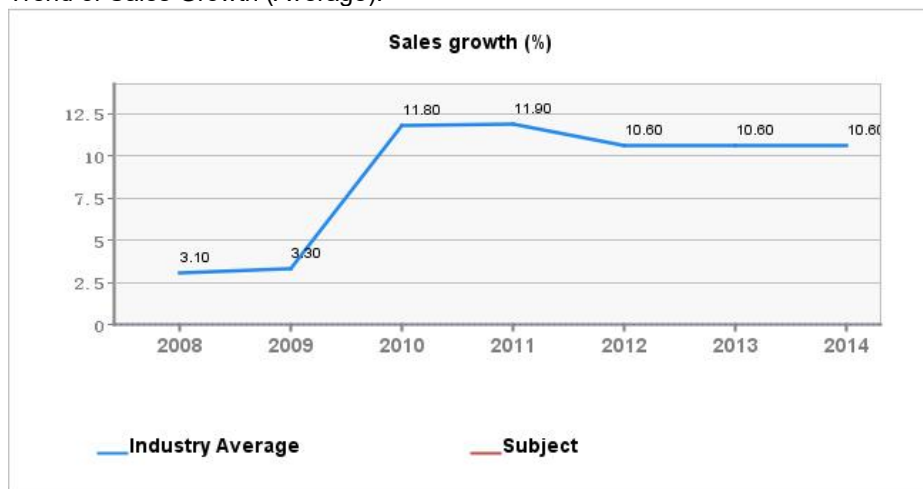
Trend of Turnover of Accounts Receivable (Days) (Average):



Trend of Liabilities/assets Ratio (Average):



Trend of Sales Growth (Average):



CREDIT RATING

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In assessing credit status of a business, takes into consideration its size, history and background, financials and operations against industry average, credit history, etc. Indications of credit ratings are as follows.

Rating	Risk Level	Indications
CR1	Very low	Credit can be extended on very loose terms.
CR2	Low	Credit can be extended on fairly loose terms.
CR3	Below average	Credit can be extended on normal terms.
CR4	Average	Credit should be on closely monitoring basis.
CR5	Above average	Credit should be avoided as much as possible.
CR6	High	Credit should be on secured basis.
CR7	Very high	Transaction should be on COD basis.

BASE CREDIT LIMIT

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When calculating base credit limit, presupposes that Subject purchases main commodities/services equally from many suppliers. Main factors considered include Net Assets, Total Assets, Total Sales, Profit, Credit Rating, etc. No consideration is given to the specific situation of your transaction with Subject. You may refer to the following recommendations when making credit decisions, but it is advisable that necessary adjustments be made in accordance with your sales strategies and credit policies.

Annual Supply/Subject's Sales	Recommended Credit Limit
Above 40%	Above 4 times of base credit limit
30%~40%	3 to 4 times of base credit limit
20%~30%	2 to 3 times of base credit limit
10%~20%	1 to 2 times of base credit limit
Below 10%	Within base credit limit

----- End of the Report -----

This report shall not be provided to any third party in whole or in part without our prior written consent. As much information contained herein is obtained from sources beyond our control does not guarantee its accuracy, completeness and update. This report shall only be used as a reference in business decision of our client and shall not be used for any other purpose. We provide of this report shall never be construed as its guarantee in whatever form over the client's commercial risk and in any case, we shall not be held liable for any loss of the client arising out its own business decision whether or not the making of such decision has been referred to this report.