

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

PRC CREDIT REPORT ON :

Cheng Zhin Rubber (Xiamen) Industry Ltd

Credit Rating	Status	Proposed Credit Line
CR1	Possesses an extremely sound financial base. Believed capable to survive under any adverse conditions.	Unlimited
CR2	Possesses adequate working capital. No caution needed for any credit transaction	 Large
CR3	Financial & operational base are regarded healthy. General unfavourable factors will not cause fatal effect.	 Fairly large
CR4A	Tends to be operating on a fairly steady basis. Ability to honour its normal financial commitments appears acceptable.	 Moderate
CR4B	Overall operation is considered normal. Capable to meet normal commitments. May be drawn to slightly difficult position as unfavourable conditions arise.	 Moderately low
CR5	Unfavourable & favourable factors carry similar weight in credit consideration. Capability to overcome financial difficulties seems comparatively limited or considered not known.	 Small
CR6	Adverse factors are apparent. Payment of interest and principal sums in default or expected to be in default upon maturity.	Limited with full security
CR7	Absolute credit risk exists. Caution needed to be exercised.	 Credit not recommended

This report is provided to you in strict confidence at your request by AGA Information Ltd., which serves as your agent, for your exclusive use as an aid in consideration of granting credit, marketing, insurance or other business decisions & for no other purposes. You shall not reveal or make known the contents of this report to the Subject reported, any other persons, firms, corporations & etc. While every effort has been taken to ensure the accuracy, AGA Information Ltd. does not guarantee the correctness of the information provided & shall not be liable for any loss or damage resulting from using the information provided. AGA Information Ltd., under any circumstances, reserves the right to demand for the return of this report at any time. Unauthorized reproduction of any parts of the report is prohibited.

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

PRINCIPAL CREDIT RATING EVALUATION FACTORS

The credit rating is an indicator of the company's capability & behavioural performance based on prevailing condition & information made available to AGA during the time of rating. If we are not able to obtain sufficient data for evaluation, a credit rating will not be formulated and this does not necessarily reflect negatively on the Subject.

The credit rating is concluded from overall assessment of a number of factors. These factors carry different weight in assessing the credit risk of the company & vary in their significance in general respect of different lines of business.

As for your reference, herebelow are the principal credit rating evaluation factors & their general relative significance :-

<u>Credit Rating Evaluation Factors</u>	<u>Relative Significance</u>
Financial Standing & Banking Relation	25.0%
Ownership Background & Affiliation	20.0%
Organisation & Management	12.5%
Business Overview : <ul style="list-style-type: none">- Business performance- Business stability- Earning ability	12.5%
Operation : <ul style="list-style-type: none">- Operation scale & set-up- Operating character	10.0%
Credit History : <ul style="list-style-type: none">- Civil litigation record- Adverse information	10.0%
Market Outlook : <ul style="list-style-type: none">- Market trend- Competition stress	10.0%

This report is provided to you in strict confidence at your request by AGA Information Ltd., which serves as your agent, for your exclusive use as an aid in consideration of granting credit, marketing, insurance or other business decisions & for no other purposes. You shall not reveal or make known the contents of this report to the Subject reported, any other persons, firms, corporations & etc. While every effort has been taken to ensure the accuracy, AGA Information Ltd. does not guarantee the correctness of the information provided & shall not be liable for any loss or damage resulting from using the information provided. AGA Information Ltd., under any circumstances, reserves the right to demand for the return of this report at any time. Unauthorized reproduction of any parts of the report is prohibited.

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

Service Mode : Express
Ref. No. : A123-R-15541
Your Ref. No. : Bcs/011207
Report Up-dated To : XX-XX-XXXX

PRC CREDIT REPORT

Co. Name (In Chinese) : 廈門正生橡膠工業有限公司
(In English) : Cheng Zhin Rubber (Xiamen) Industry Ltd
(hereinafter called Subject)

Registered Address (In Chinese) : 中國福建省廈門市杏林區西濱路16號
(In English) : No. 16 Xi-Bin Rd, Xing-Lin Industrial District,
Xiamen, PRC

Business Address (In Chinese) : 中國福建省廈門市杏林區西濱路16號
(In English) : No. 16 Xi-Bin Rd, Xing-Lin Industrial District,
Xiamen, PRC

Telephone No. : 001-86-592-6379626 (Xiamen, PRC)

Fax No. : 002-86-592-6379639 (Xiamen, PRC)

GENERAL INFORMATION

Co. File No. : 1302090

Registered Date : 26-05-1989

Legal Status : Sino Foreign Joint Venture Co of PRC

Registered Capital : RMB8,000,000.-

Chief Executive : Jin Tat Qing (金達程)

Business Category : Rubber tyres manufacturing & sales

Reputation : Average

Business Trend : Ordinary

Credit Rating : CR4A

Risk Level : Low to normal risk

***All currencies quoted in this report are expressed in Reminbi Dollars unless otherwise specified**

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

LEGAL STATUS & HISTORY

Subject was established as a Sino Foreign Joint Venture Co of PRC on 26-05-1989.

In accordance with China's relevant regulations concerning business registration, Subject was registered as a Wholly Foreign-Owned Enterprise of PRC with State Administrative Bureau of Industry & Commerce under File No. 1302090 on 26-05-1989.

Subject's Registered Capital : RMB8,000,000.-

Total Capital Investment : RMB8,000,000.-

Foreign Trade Enterprise Approval Licence No. : 1989(30)

Business Licence Validity : 26-05-1989 to 25-05-2039

No material changes in its business category & ownership have been noted since its incorporation.

Registration Change Record:

<i>Date</i>	<i>Registered capital</i>	<i>Total Investment</i>
26-05-1989	RMB500,000	RMB500,000
20-03-2007	RMB8,000,000	RMB8,000,000

Change of Name:

<i>Date</i>	<i>Name</i>
26-05-1989	Chen Zhin Plastic (Xiamen) Enterprise Ltd (廈門正生膠品制造有限公司)
20-06-2007	The current name

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

LEGAL STATUS & HISTORY (CON'D)

Current co search indicates Subject's shareholders & chief executives are as follows :-

<i>Name of Shareholder(s)</i>	<i>Capital Investment</i>	<i>% of Shareholding</i>	<i>Paid-up %</i>
Xiamen Wellborn Industrial Co Ltd (Transliteration) (廈門威霸工業有限公司)	RMB5,600,000	70%	100%
Glory Fast Enterprise (HK) Co Ltd (傑達迅企業(香港)有限公司)	RMB2,400,000	30%	100%
Total	RMB8,000,000	100%	100%

Chief Executives

Chairman & General Manager : Jin Tat Qing (金達程)
Passport No. : M002568XXXX/Taiwan

Vice Chairman : Tam Kwok Ho (譚國豪)
HK ID Card No. : D369XXX-X

Directors : Wu Qiang (吳強)
PRC ID Card No. : 6349511381XXXXXXXX

Supervisor : Wang Wen Jun (汪文軍)
PRC ID Card No. : 1536231972XXXXXXXX

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

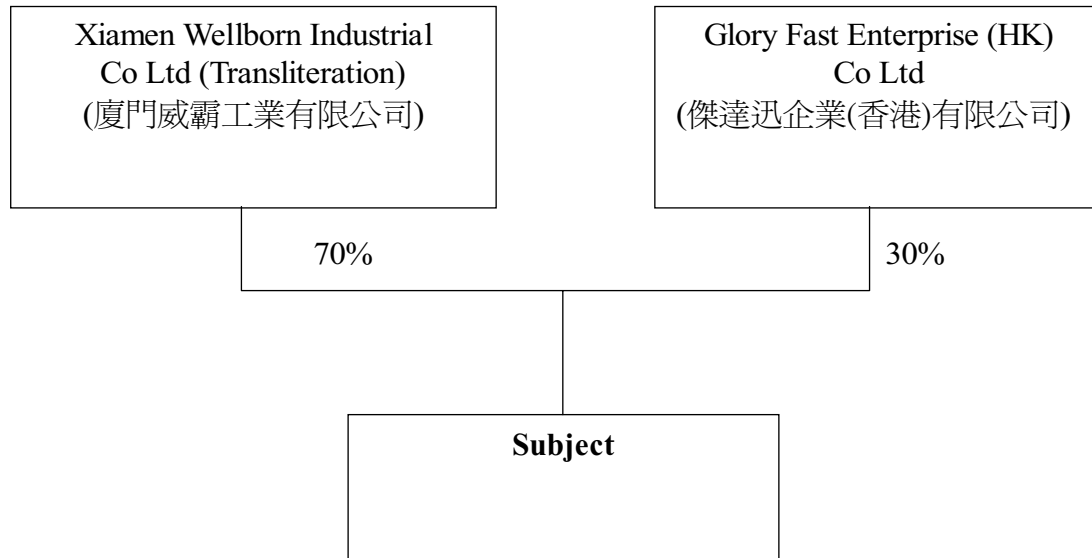
Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

SUBJECT'S SHAREHOLDERS CHART



AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

SUBJECT'S PARENT SECTION (70%)

Name	(In Chinese)	:	廈門威霸工業有限公司
	(In English)	:	Xiamen Wellborn Industrial Co Ltd
Business Address	:		廈門市西區解放南路66號
Tel. No.	:		86-592-6079632
Established	:		October, 1979
Factory Area	:		400,000 sq. meters
Legal Status	:		Limited Liabilities Co of PRC
Chairman	:		Chen Zhi Wei
Business Description	:		The co is principally plastic injection & related mold manufacturing. Industries served include toys, OA equipment, audio products, household products manufacturing & etc.

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

SUBJECT'S FOREIGN SHAREHOLDER SECTION (30%)

Name	(In Chinese)	:	傑達迅企業(香港)有限公司
	(In English)	:	Glory Fast Enterprise (HK) Co Ltd
Business Address	:	Unit B, 6/F, Blk 3, Leader Ind'l Bldg, 58 Au Pui Wan St, Fotan, N.T., H.K.	
Legal Status	:	Private Ltd Co	
Incorporation Date	:	16-12-1998	
Authorized Capital	:	HK\$1,000,000.-=100,000.- shares @HK\$10.-	
Paid-up Capital	:	HK\$1,000,000.-	
Business Category	:	Trading of steel products & investment holding	
Shareholders	:	*Fu Shun Yuk (10,000 shares) *Tam Kwok Ho (90,000 shares)	
Directors	:	*Also directors	
Civil litigation	:	Clear in our on-file records as defendants in HK. (inclusive of winding-up/bankruptcy petition) This check comprises checking against our database in respect of the following :- High Court (Court of First Instance) : Clear District Court : Clear Small Claim Tribunal : Clear Lands Tribunal : Clear Labour Tribunal : Clear	

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

MANAGEMENT BACKGROUND

Jin Tat Qing (金達程), Chairman & General Manager :

Passport No. : M00256XXXX/Taiwan

Date of Birth : 15-08-1940

Gender : Male

Marital Status : Married

Spouse : Ng Siu Mie

Nationality : Taiwanese

Qualification : University in Japan (靜岡大學) in 1969.

A co-founder of Subject.

Currently in-charge of Subject's overall operation.

Civil litigation : Clear in our on-file records as defendants in HK.
(inclusive of winding-up/bankruptcy petition)
This check comprises checking against our database in respect of the following :-
High Court (Court of First Instance) : Clear
District Court : Clear
Small Claim Tribunal : Clear
Lands Tribunal : Clear
Labour Tribunal : Clear

Work experiences:	1) 1970 to 1974, Worked in Cheng Shin Rubber Industry Co Ltd in Taiwan as Production in Chief. 2) 1975 to 1989, Worked in Cheng Shin Rubber Industry Co Ltd in Taiwan as Vice General Manager. 3) 1989 to Present, Subject's Chairman & General Manager
Trade Experiences:	<input checked="" type="checkbox"/> Over 10 years <input type="checkbox"/> Over 5 years <input type="checkbox"/> Below 5 years
Operation Experiences:	<input checked="" type="checkbox"/> Over 10 years <input type="checkbox"/> Over 5 years <input type="checkbox"/> Below 5 years
Strong Points:	<input checked="" type="checkbox"/> Management <input type="checkbox"/> Technology <input type="checkbox"/> Marketing
Reasons of Promotion:	<input type="checkbox"/> Founder <input type="checkbox"/> Transfer from the outside <input type="checkbox"/> Appointed by the higher authority <input type="checkbox"/> Hiring <input checked="" type="checkbox"/> Contracting <input type="checkbox"/> Inheritance

- 7 -

This report is provided to you in strict confidence at your request by AGA Information Ltd., which serves as your agent, for your exclusive use as an aid in consideration of granting credit, marketing, insurance or other business decisions & for no other purposes. You shall not reveal or make known the contents of this report to the Subject reported, any other persons, firms, corporations & etc. While every effort has been taken to ensure the accuracy, AGA Information Ltd. does not guarantee the correctness of the information provided & shall not be liable for any loss or damage resulting from using the information provided. AGA Information Ltd., under any circumstances, reserves the right to demand for the return of this report at any time. Unauthorized reproduction of any parts of the report is prohibited.

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

OWNERSHIP/MANAGEMENT BACKGROUND (CON'D)

Tam Kwok Ho (譚國豪), Vice Chairman :

HKID Card No. : D369XXX-X.

Year of Birth : N/A.

Gender : Male.

Marital Status : Married.

He is by Chinese nationality.

Qualification : University.

Indirect interest in Subject : 27%.

Currently in-charge of Subject's manufacturing affairs.

Civil litigation : Clear in our on-file records as defendants in HK.
(inclusive of winding-up/bankruptcy petition)
This check comprises checking against our database in respect of the following :-

High Court (Court of First Instance)	: Clear
District Court	: Clear
Small Claim Tribunal	: Clear
Lands Tribunal	: Clear
Labour Tribunal	: Clear

Work Experiences:	Acting as the Vice Chairman of Subject
Trade Experiences:	<input checked="" type="checkbox"/> Over 10 years <input type="checkbox"/> Over 5 years <input type="checkbox"/> Below 5 years
Operation Experiences:	<input checked="" type="checkbox"/> Over 10 years <input type="checkbox"/> Over 5 years <input type="checkbox"/> Below 5 years
Strong Points:	<input checked="" type="checkbox"/> Management <input type="checkbox"/> Technology <input type="checkbox"/> Marketing
Reasons of Promotion:	<input type="checkbox"/> Founder <input type="checkbox"/> Transfer from the outside <input type="checkbox"/> Appointed by the higher authority <input type="checkbox"/> Hiring <input checked="" type="checkbox"/> Contracting <input type="checkbox"/> Inheritance

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

OPERATION

Subject's Legal Business Scope: Manufacturing and sales of rubber tyres & etc. Except for the above products relating to the restriction and the certificate.

Operation Period : 26-05-1989 to 25-05-2039

Import & Export License : Yes

Subject's Industry Code (CSRC): 4090
Manufacturing of other rubber products

Subject's Major Business Line : Subject mainly engages in the manufacturing and sale of rubber typres

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

OPERATION (CON'D)

Operation Introduction

Established in May, 1989 as a Sino Foreign Joint Venture Company of PRC, Subject is mainly engaged in rubber tyres manufacturing & sales. Actually, the business can be traced back to 1920's when the father of Subject's chairman, Jin Tat Qing, started operating a tyres repairing workshop in Xiemen, PRC.

Products manufactured include by Subject radial tyres for passengers cars / trucks, bias tyres for trailers & etc. Apart from domestic sales in PRC, Subject also exports its products to Europe, USA, Japan & etc.

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

OPERATION (CON'D)

Subject is engaged in manufacturing & processing of various kinds of rubber tyres. Products include inner tubes, radial tyres, bicycle tyres, vehicle tyres & etc.

Major Products

- Radial tyres for passenger cars/truck & bus
- Bias tyres for trailer/truck & bus
- Motorcycle tyres for standard street/offload/scooter & mini bike
- Agricultural/Industrial tires for agricultural/skid/street loader/forklift/implement/lawn & garden/wheelbarrow

More details on its products :-

<u>Major Products</u>	<u>Brand</u>	<u>Production Capacity</u>	<u>Awardship</u>
Bicycle inner tubes & tyres	正新牌	2,000,000	6/92 - USA traffic department merit prize
Motor-cycle inner tubes & tyres	正新牌	3,500,000	Nil
Industrial car inner tubes & tyres	正新牌	1,860,000	6/94 - ISO merits in PRC & international
Vehicle inner tubes & tyres	正新牌	2,500,000	ISO 9002 Quality Guarantee certificate

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

OPERATION (CON'D)

Purchase Information

Main Suppliers

<i>Product supplied</i>	<i>Supplier</i>	<i>Performance</i>
Imported PU, PP, resins & etc	Purchased from Dow Chemical, Johnson, etc	T/T, L/C
Domestic PU, PP, resins & etc	1. Shenyang Beifang Plastic Co Ltd (沈陽市北方塑膠有限公司) 2. Changzhou Insulating Materials Factory (常州? 緣材料廠)	T/T

Raw material import ☒ Yes
 ☐ No

Name of Raw Materials/Products

Payment Record

Imported PU, PP, resins & etc

90% paid on schedule; 10% deferred (within one year); -% deferred (over one year)

Domestic PU, PP, resins & etc

90% paid on schedule; 10% deferred (within one year); -% deferred (over one year)

Comment from Suppliers

We learnt from Shenyang Beifang Plastic Co Ltd that Subject maintained good payment records.

Production

<i>Production equipment</i>	<i>Design and production capacity</i>
Once compression molding high density door panel line; particle board production line, wood panel with impregnated paper line; automatic glue and coating line	Types 7.5 million piece/year

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

OPERATION (CON'D)

Sales Information

Main Clients

<i>Products purchased</i>	<i>Clients</i>	<i>Payment terms</i>
Rubber tyres for export	Exported to USA, Europe, Japan & etc	T/T, L/C
Rubber typres for domestic sale	1. Shanghai Xingte Enterprise Co Ltd (上海星特企業有限公司) 2. Shanghai Super Motor Co Ltd (上海超能摩托車有限公司)	T/T

Product export ☒ Yes
 ☐ No

Products

Rubber tyres

Return of Operating Fund

90% returned on schedule; 10% deferred (within one year); % deferred (over one year)

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

OPERATION (CON'D)

Overall Information

1) Background

Subject is a Sino Foreign Investment Company established on 26-05-1989. Subject went into production on 01-09-1990.

2) Business Summary

Subject is mainly engaged in the manufacturing and sale of rubber tyres. Most of the raw materials and spare parts are purchased in China and a portion is imported from USA and other countries.

Subject's products are mainly for domestic sales while a small portion of products is sold against USA, Europe, Japan & etc. However, in the 2nd half of 2008, Subject's export business was suspended due to international economic recession.

Subject was formerly also engaged in retail of rubber tyres & provision of related installation services. However, due to poor business performance & high rise rental, the operation of retail shop was suspended in 2005. Since then, Subject concentrated on the present line of business.

3) Development Plans

Subject does not have any significant development plans in the near future.

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

OPERATION (CON'D)

Office & Staff

Subject has a staff of 500.

Total	500		
Including:			
HQ:	500	Management:	30
Sales:	25	Production personnel:	430
Technicians:	15	Others:	

Quality of Employees: ☒ High ☐ Average ☐ Low

Work efficiency: ☐ High ☒ Average ☐ Low

Personnel planning: ☐ Increase of employee ☒ No ☐ Downsizing

Subject rents an area as its office & factory of approximately 10,000 sq. meters at the heading address.

FACILITIES

Office

Address:	No. 16 Xi-Bin Rd, Xing-Lin Industrial District, Xiamen, PRC (中國福建省廈門市杏林區西濱路16號)
Number:	1
Area coverage:	///
Construction Area:	2,000 sq meters

Construction structure: ☒ One-storey houses ☒ Building

Ownership: ☐ Self-owned ☒ Rented ☐ Owned by Shareholder ☐ Unknown

Outlook: ☐ Good ☒ Average ☐ Poor

Location: ☐ Good ☒ Average ☐ Poor

Factory

Address:	No. 16 Xi-Bin Rd, Xing-Lin Industrial District, Xiamen, PRC (中國福建省廈門市杏林區西濱路16號)
Number:	1
Area coverage:	///
Construction Area:	8,000 sq metres

Construction structure: ☒ One-storey houses ☒ Building

Ownership: ☐ Self-owned ☐ Rented ☐ Owned by Shareholder ☒ Unknown

Outlook: ☒ Good ☐ Average ☐ Poor

Location: ☐ Good ☒ Average ☐ Poor

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

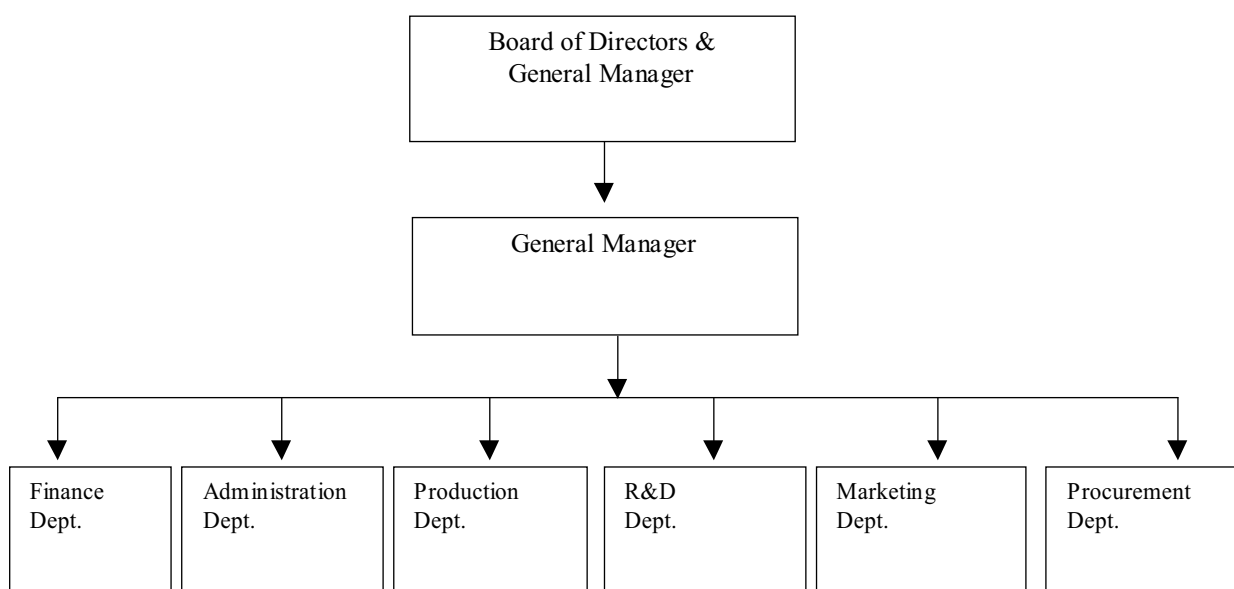
E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

OPERATION (CON'D)

Subject's Organization Structure



AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

AFFILIATE IN HK

Name : Cheng Zhin Rubber (Hong Kong) Ltd

Business Address : 3/F., Bright Commercial Bldg, 16 Leighton Rd,
Causeway Bay, HK.

Tel. No. : 852-2749 XXXX

Fax No. : 852-2749 XXXX

Date of Incorporation : 18-07-1989

Authorized Capital : US\$21,000,00.-=21,000,000.- shares @US\$1.-

Paid-up Capital : US\$21,000,000.-

Name of Shareholders : Cheng Zhin Rubber Industry Co Ltd (20,990,000 shares)
Chen Yun Hwa (10,000 shares)

Business Category : Agency sales of rubber tyres

OVERSEAS AFFILIATES

(1) Name : Cheng Shin Rubber USA Inc

(2) Name : His-Chou Factory CST, Taiwan

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

FINANCE

Subject's partial financial data was acquired as follows :-

Balance Sheet (Shown in RMB1,000)		
	<u>As at 31-12-2007</u>	<u>As at 31-12-2008</u>
Current Assets	47,251	37,441
Including: Cash	14,639	1,825
Accounts Receivable	0	0
Storage	10,816	15,065
Other Current Assets	21,796	20,551
Total Fixed Assets	4,369	4,465
Including: Net Fixed Assets	4,369	4,465
Construction in Progress	0	0
Long-term Investment	1,500	1,500
Intangible Assets	570	480
Deferred Assets	0	0
Other Long-term Assets	0	0
	-----	-----
TOTAL ASSETS	53,690	43,886
	=====	=====

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

FINANCE (CON'D)

<i>Balance Sheet</i> (Shown in RMB1,000)		
	<u>As at 31-12-2007</u>	<u>As at 31-12-2008</u>
Current Liabilities	39,512	18,739
Including: Short-term Loans	0	5,000
Accounts payable	85	103
Other Current Liabilities	39,427	13,636
Long-term Liabilities	0	0
Including: Long-term Loans	0	0
Debt payable	0	0
Other Long-term Liabilities	0	0
	-----	-----
TOTAL LIABILITIES	39,512	18,739
TOTAL OWNS' EQUITY	14,178	25,147
Paid in Capital	3,000	3,000
Capital reserves	50	139
Surplus reserves	2,652	5,249
Undistributed Profits	8,476	16,759
	-----	-----
TOTAL LIABILITIES & OWNS' EQUITY	53,690	43,886
	=====	=====

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

FINANCE (CON'D)

P&L (Shown in RMB1,000)		
	<u>2007</u>	<u>2008</u>
Principal Operating Income	31,129	27,291
Less: Cost of goods	19,871	10,345
Selling Tax and Add-ons	816	722
Principal Operating Profit	10,442	16,224
Add: Other operating profit	0	0
Less: Selling expenses	1,066	3,662
Management expenses	3,209	737
Financial expenses	-47	-96
Operating Profit	6,214	11,921
Add: Investment income	0	0
Allowance income	0	0
Non-operating income	0	0
Less: Non-operating expenses	0	0
TOTAL PROFIT	6,214	11,921
Tax	842	2,081
NET PROFIT	5,372	9,840

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

FINANCE (CON'D)

Ratios	<u>2007</u>	<u>2008</u>
Current ratio	119.59%	199.80%
Quick ratio	92.21%	119.41%
Cash ratio	37.05%	9.74%
Debt-to-assets	73.59%	42.70%
Inventory Turnover	183.72%	68.67%
Inventory Turnover (days)	195.95	524.25
Turnover of accounts receivable	0	0
Turnover of accounts receivable (days)	0	0
Turnover of current assets	65.88%	72.89%
Turnover of fixed assets	712.50%	611.22%
Turnover of total assets	57.98%	62.19%
Assets profit margin	10.01%	22.42%
Return On Equity	37.89%	39.13%
Profit margin	19.96%	43.68%
Return on Assets	10.01%	22.42%

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

FINANCE (CON'D)

Financial Position:

<i>Item</i>	<i>Quantity</i>	<i>Compare in the same industry</i>	<i>Explanation</i>
Current ratio	199.80%	<input checked="" type="checkbox"/> Good <input type="checkbox"/> Average <input type="checkbox"/> Poor	Subject has abundant current capital and few current debts, so its short-term solvency is good. But due to large amounts of stock, the realizable capacity of assets has been affected. The capacity of assets realization is good. Short-term solvency is good.
Quick ratio	119.41%	<input checked="" type="checkbox"/> Good <input type="checkbox"/> Average <input type="checkbox"/> Poor	
Debt-to-assets	42.70%	<input checked="" type="checkbox"/> Good <input type="checkbox"/> Average <input type="checkbox"/> Poor	With few debts, Subject is in profiting status. Long-term solvency is good.
Inventory Turnover	68.67%	<input type="checkbox"/> Good <input checked="" type="checkbox"/> Average <input type="checkbox"/> Poor	Inventory turnover is average, while turnover of account receivable is good. Capital operation efficiency is average.
Turnover of accounts receivable	0	<input checked="" type="checkbox"/> Good <input type="checkbox"/> Average <input type="checkbox"/> Poor	
Profit margin	43.68%	<input checked="" type="checkbox"/> Good <input type="checkbox"/> Average <input type="checkbox"/> Poor	The profit margin of Subject is good and the return on assets is good..
Return on Assets	22.42%	<input checked="" type="checkbox"/> Good <input type="checkbox"/> Average <input type="checkbox"/> Poor	

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

BANKERS

Subject currently maintaining A/C with the following banker(s) :-

(1) Name : Industrial & Commercial Bank of China

Branch : Xiamen Branch, Xinglin sub-branch

Account Type : Basic account

RMB A/C No. : 20524805639

Current Loan Amount : RMB2,450,000.- (as at 30-08-2001)

Interviewee Comment : Normal credit

(2) Name : Lyons Bank

Account Type : Basic account

USD A/C No. : 21-207301-14000005

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

PUBLIC RECORDS

Civil litigation : Clear in our on-file records as defendants in HK.
(inclusive of winding-up/bankruptcy petition)
This check comprises checking against our database in respect of the following :-
High Court (Court of First Instance) : Clear
District Court : Clear
Small Claim Tribunal : Clear
Lands Tribunal : Clear
Labour Tribunal : Clear

TRADE RECORD

<u>Items</u>	<u>Terms</u>
1) PU, PP, resins & etc	90% paid to terms, 10% deferred (within one year), 0% deferred (over one year)
2) Domestic PU, PP, resins & etc	90% paid to terms, 10% deferred (within one year), 0% deferred (over one year)

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

RISK RATING

We have broadly divided credit risk into 5 risk levels, “Low risk”, “Low to normal risk”, “Normal risk”, “Above normal risk” & “High risk”.

The 5 risk levels are further sub-divided into 9 classes. The higher the class, the lower the risk.

In short, no. 1 class indicates highest risk whereas no. 9 class means lowest risk.

When risk class shows 0, it means information is insufficient for assessment.

Risk Level	Risk Class	Implication
Low risk	9 8 7	No doubt for business
Low to normal risk	6 5	Likely safe
Normal risk	4	Periodic review
Above normal risk	3	Some caution
High Risk	2 1	Business relation Prohibited
N/A	0	Insufficient information

Results :-

Risk Level : Low to normal risk

Risk Class : 6

REPUTATION & BUSINESS TREND

This section aims at indicating the relative position of Subject in respect of its reputation & business trend.

Reputation :-

☐ Excellent ☐ Good ☐ Fairly Good ☒ Average ☐ Fair
☐ Detrimental ☐ Not known ☐ Not yet be determined

Business Trend :-

☐ Up ☐ Steady ☐ Fairly Steady ☒ Ordinary ☐ Fair
☐ Stagnant ☐ Down ☐ Not known ☐ Not yet be determined

- 25 -

This report is provided to you in strict confidence at your request by AGA Information Ltd., which serves as your agent, for your exclusive use as an aid in consideration of granting credit, marketing, insurance or other business decisions & for no other purposes. You shall not reveal or make known the contents of this report to the Subject reported, any other persons, firms, corporations & etc. While every effort has been taken to ensure the accuracy, AGA Information Ltd. does not guarantee the correctness of the information provided & shall not be liable for any loss or damage resulting from using the information provided. AGA Information Ltd., under any circumstances, reserves the right to demand for the return of this report at any time. Unauthorized reproduction of any parts of the report is prohibited.

AGA Information Ltd

Rm 1001-1004, 10/F., Tai Tung Bldg, 8 Fleming Rd, Wanchai, Hong Kong.

Tel: (852) 2866 6438 Fax No: (852) 2866 0816

E-mail : aga@aga.com.hk WebSite : www.aga.com.hk/www.agacreditonline.com

SAMPLE

CHENG ZHIN RUBBER (XIAMEN) INDUSTRY LTD

SUMMARY

1) Status in the Industry

It is engaged in manufacturing & processing of rubber tyres, which is in a focal and policy supportive industry. Also with rapid growth of Xiamen in recent years, automobile related business develops quickly, hence in a promising market environment.

With China's WTO membership and deepening reform of foreign trades, the sector will be more open to foreign investment, with more domestic enterprises of I/E licenses. So violent competition is expected in coming years. On the other hand, with its years' growth, it has built sound operation system, and stable client group, paving way for its development. Also its stable development in recent years demonstrates strong market competitiveness. In general, it is of a stable future.

2) Main Competitors

Local and big traders in East of China and South of China.

3) Reputation

Based on the official archives about Subject, no bad record is found. According to our consultation to some media, there has also found no negative report about Subject.

END OF THIS REPORT