

Line 1 DC 8/11/0.

The Normal Credit Report on the Chinese Enterprise



中国出口信用保险公司
China Export & Credit Insurance Corporation

CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

Panjiva Inc. (Customer) :

SinoRating sends you this credit report according to your following inquiry on 2010-09-10:

Ref No.	—
The Given Name	Citic Dicastal Wheel Mfg. Co. Ltd.
The Given Address	No. 95, Bei Huan Road, Haigang District Qinhuangdao, Hebei, China, 066003

Investigated Company Name	CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.
Investigated Company Address	NO. 355, DONGGANG ROAD
Investigated Company Chinese Name	中信戴卡轮毂制造股份有限公司
SinoRating Credit Rating	BBB
SinoRating Default Rate	1.16~2.35(%)
Explanation	The Given address is not accurate. Subject's accurate address is as shown in the report.

Should you have any questions, please feel free to contact SinoRating at	
Tel	(8610)66582474
Fax	(8610)66516097
Email	sinorating@sinosure.com.cn
Contact Person	Wang Tao
SinoRating Customer Service Center	

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PUBLIC FILE

FOLIO 41

SinoRating

CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

2010-09-19

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

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COMPANY SUMMARY

SinoRating Ref. No.	CHN000046594
Company Name	CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.
Alias	—
Former Name	DICASTAL WHEEL MANUFACTURING CO., LTD. (Changeed Date:2007-10-30)
Operating Address	NO. 355, DONGGANG ROAD, HAIGANG DISTRICT, QINHUANGDAO CITY, HEBEI PROVINCE(066003)
Registered Address	(NO. 355, DONGGANG ROAD), DONGWANGLING, HAIGANG DISTRICT, QINHUANGDAO CITY, HEBEI PROVINCE (066003)
Telephone	(86)335-3107235
Fax	(86)335-3016532
Website	www.dicastal.com
Email	office@dicastal.com
Start Year	1988-05-26
Business Scope	Manufacturer of aluminum alloy automobile wheels
Industry	Manufacturer of car parts and accessories
Industry Code	3725
Listed Company	No
Stock Code	—
Listed Place	—
Export/Import License	Yes
Sales	3,521,351,000 (2009)
Net Worth	836,483,000 (2009)
Employee	1,500
Enterprise Size	Medium
Financial Status	OK
Trend	Stable
Payment Record	Unable to judge
SinoRating Credit Rating	BBB
SinoRating Default Rate	1.16~2.35(%)

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

SinoRating Comment Although subject shows an Stable development trend on the whole, its financial status is OK. SinoRating proposes BBB credit rating to subject - Average strength, average resistance to risk, acceptable credit status

Remark Renminbi unless otherwise stated.
 'Industry Code' is according to the 'National Economic Industry Classification' by National Bureau of Statistics of China.
 'Enterprise Size' is divided by Classification Standard of Small, Medium and Large Enterprises constituted by National Bureau of Statistics of China, National Development and Reform Commission of China, and Ministry of Finance of China.

REGISTRATION INFORMATION

Registered Date	Hebei Province Qinhuangdao City Administration for Industry and Commerce
Registry	Hebei Province Qinhuangdao City
Organization Code	601149636
Value Added Tax No.	—
Legal Representative	Wang Jiong
Registration No.	130300400000233
Registered Capital	408,000,000
Company Type	Stock Limited Company
Business Licence Valid Until	2020-05-25
Business Scope	Production of aluminum alloy automobile wheels and deep-processed products as well as provision of services: sale of self-made products both at home and abroad
Remark	As a HK, Macau or Taiwan Joint Venture, subject has not been listed yet.

HISTORY

On March 16, 2006, subject's Legal Representative was changed from Qin Xiao to Zhang Xu. Its registered capital was increased from RMB12.8676 million to RMB22.12 million. Its shareholding structure was changed from "CITIC Industry Investment Co., Ltd. (literal translation) (51%), HONG KONG GREAT SUCCESS LIMITED (39%) and Hong Kong Energy Automobile Co., Ltd. (literal translation) (10%)" to "CITIC Investment Holdings Limited (63.79%), HONG KONG GREAT SUCCESS LIMITED (30.48%) and Hong Kong Energy Automobile Co., Ltd. (literal translation)

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

(5.73%)".

On July 31, 2007, its registered capital was increased to RMB140.27 million. Its shareholding structure was changed to "CITIC Investment Holdings Limited (71.96%), HONG KONG GREAT SUCCESS LIMITED (22.32%) and Hong Kong Energy Automobile Co., Ltd. (literal translation) (5.72%)".

On August 29, 2007, its shareholding structure was changed to "CITIC Investment Holdings Limited (71.9%), HONG KONG GREAT SUCCESS LIMITED (22.32%), Hong Kong Energy Automobile Co., Ltd. (literal translation) (5.72%) and CITIC East China (Group) Corp., Ltd. (0.06%)".

On October 30, 2007, its name was changed from Dicastal Wheel Manufacturing Co., Ltd. to the current one. Its registered capital was increased to RMB311.71529 million. Its Legal Representative was changed to Wang Jiong. Its registered address was changed from "Dongwangling, Haigang District, Qinhuangdao City" to the current address.

On December 29, 2007, its registered capital was increased to the current size. The date when its registration number was changed from 130011100035 to the current number isn't available.

OWNERSHIP

Shareholders	ID Card No.	Shareholding
CITIC Investment Holdings Limited		71.9%
HONG KONG GREAT SUCCESS LIMITED		22.32%
Hong Kong Energy Automobile Co., Ltd. (literal translation) (Hong Kong)		5.72%
CITIC East China (Group) Corp. Ltd.		0.06%

PARENT INFORMATION

SinoRating Ref. No.	CHN001352924
Company Name	CITIC INVESTMENT HOLDINGS LIMITED
Country/Region	CHINA
Address	CAPITAL MANSION, NO. 6, XINYUAN SOUTH ROAD
Shares Hold	71.9%

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

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CITIC Investment Holdings Limited, a wholly-owned subsidiary of CITIC Group, is a nationwide multi-industry professional investments holding management company mainly involved in high-tech industry, automobile parts manufacturing, and energy and environmental protection industry supported by the State and other enterprise investment business.

With 6 large wholly-owned or holding subsidiaries and more than 30 joint venture and joint stock affiliates, CITIC Investment Holdings Limited is widely involved in high-tech industry, automobile parts manufacturing, energy and environmental protection industry supported by the State, radio & television, information technology, pharmaceuticals & bio-tech, hotels, metallurgy, mining, light industry, machinery & electronic products, and real estate.

SHAREHOLDER(S) PARTNER(S)

Company Name	HONG KONG GREAT SUCCESS LIMITED
Country/Region	HONG KONG, CHINA
Shares Hold	22.32%

Registration Number: 1441936
 Company Name: HONG KONG GREAT SUCCESS LIMITED
 Date of Establishment: April 13, 2010
 Company Type: Private Company
 Current Status: Active

KEY EXECUTIVES

Name	Wang, Jiong
Gender	Male
Education	Bachelor Degree
ID Card No.	3101041960033000836
Age	50
Title	Chairman of the Board
Responsibility	Overall Management

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FINANCIALS			
Balance Sheet (in million RMB)			
Date	2009-12-31	2008-12-31	2007-12-31
Cash	477,276	251,047	384,384
Short-term Investments	—	—	—
Notes Receivable	32,768	39,947	—
Accounts Receivable	—	—	—
Interest Receivable	—	—	—
Other Accounts Receivable	14,152	13,349	87,024
Advances to Suppliers	—	—	—
Subsidy receivable	—	—	—
Inventory	800,660	675,491	421,202
Prepaid Expenses	—	—	—
Long-term Debt Investments	—	—	—
Other Current Assets	19,391	26,638	23,549
Total Current Assets	2,101,889	1,505,531	1,206,159
Long-Term Debt Investments	—	—	—
Other Long-Term Assets	—	—	—
Total Long-Term Investments	174,086	171,927	140,991
Fixed Assets	942,631	906,028	598,889
-Accumulated Depreciation	385,681	342,262	—
Net Fixed Assets	556,950	563,766	598,889
-Provision for Impairment of Fixed Assets	3,182	1,584	—
Net Value of Fixed Assets	553,768	562,182	598,889
Fixed Assets Disposal	—	—	—
Construction in Progress	2,847	2,210	—
Construction Material	—	—	—
Other	—	—	—
Total Fixed Assets	558,820	570,463	598,889
Intangible Assets	10,748	10,913	—
Long-Term Prepaid Expenses	22,674	42,040	—
Other Long-Term Assets	—	—	—
Intangible Assets and Other Assets	33,497	53,953	46,700
Deferred Taxation Charges	—	—	—
Deferred Taxation	—	—	—
Total Assets	2,867,192	2,301,664	2,497,875

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

SinoRating

Date	2009-12-31	2008-12-31	2007-12-31
Source	31 Dec 2009	31 Dec 2008	31 Dec 2007
Short-term Loans	600,426	711,905	784,459
Accounts Payable	1,153,288	522,189	1,093,473
Accrued Payroll	15,400	14,754	—
Dividends Payable	5,119	28,487	—
Other Taxes Payable	—	—	—
Accrued Expense	—	—	—
Interest Payable	919	456	—
Other Current Liabilities	145,354	74,732	139,284
Total Current Liabilities	2,920,609	1,550,758	2,027,226
Long-Term Loans	—	—	87,655
Bonds Payable	—	—	—
Long-Term Payable	—	—	—
Government Grants Payable	—	—	—
Other Long-Term Debts	—	—	—
Total Long-Term Liabilities	—	—	87,655
Deferred Taxes Credits	—	—	—
Deferred Taxation	—	—	—
Total Liabilities	2,920,609	1,550,758	2,117,281
Minority Interests	—	—	—
Paid-in Capital	408,000	408,000	408,000
Capital Reserve	223,619	223,619	223,619
Surplus Reserve	30,897	18,059	7,285
Accumulated Profits	173,967	101,216	101,169
Retained Earnings	—	—	—
Other Owner's Equity	—	—	—
Total Owner's Equity	836,483	750,896	680,594
Total Liabilities and Owner's Equity	2,867,792	2,301,654	2,797,875

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

SinoRating

Income Statement (in thousands)			
Date	2009-01-01 to 2009-12-31	2008-01-01 to 2008-12-31	2007-01-01 to 2007-12-31
Source	Third-party	Third-party	Third-party
Sales	3,521,351	3,754,256	4,132,723
- Sales Tax	—	—	—
+ Other Revenues and Gains	27,407	52,627	-4,695
- Operating Expenses	189,796	181,669	177,392
- Financial Expenses	38,207	39,900	30,569
Income from Operations	114,738	124,117	132,882
+ Subsidy Income	—	—	—
- Non-operating Income	4,310	361	1,543
- Non-operating Expense	4,310	361	1,543
Income before Income Taxes	118,459	100,334	136,607
- Income Taxes	—	—	—
- *Minority Loss/Profit	—	—	—
Net Income	118,459	100,334	136,607

Key Financial Figures (in thousands)			
Date	2009-12-31	2008-12-31	2007-12-31
Source	Third-party	Third-party	Third-party
Sales	3,521,351	3,754,256	4,132,723
Net Income	118,459	100,334	136,607
Total Assets	2,867,792	2,301,654	2,797,875
Working Capital	2,031,309	1,550,758	2,117,281
Total Liabilities	2,031,309	1,550,758	2,117,281
Net Assets	836,483	750,896	680,594

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

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Key Financial Ratios			
Date	2009	2008	2007
Source	Public	Public	Public
Current Ratio	1.04	0.97	0.99
Quick Ratio	0.54	0.53	0.55
Accounts Receivable Collection Period	57	54	39
Accounts Payable Payment Period	98	85	82
Days in Inventory	86	78	79
Asset Turnover	1.36	1.27	1.76
Debts to Total Assets Ratio(%)	70.83	67.38	75.67
Liabilities to Equity (%)	242.84	166.72	184.03
Return on Assets (%)	2.98	3.12	3.73
Return on Net Assets (%)	10.23	10.25	14.56
Operating Profit Margin (%)	12.67	10.25	10.1
Profit Margin (%)	2.43	1.89	2.88

Industry Comparison				
	Subject Data	*Percentile 25	*Median	*Percentile 75
Date	2009	2009	2009	2009
Current Ratio	1.04	1.03	1.36	1.74
Quick Ratio	0.54	0.78	0.91	1.18
Accounts Receivable Collection Period	57	52.0	75.0	97.0
Accounts Payable Payment Period	98	52.0	78.0	91.0
Days in Inventory	86	25.0	56.0	84.0
Asset Turnover	1.36	0.86	1.24	1.62
Debts to Total Assets Ratio(%)	70.83	44.58	55.03	68.57
Liabilities to Equity (%)	242.84	80.43	120.81	203.14
Return on Assets (%)	2.98	2.67	7.29	14.38
Return on Net Assets (%)	10.23	6.85	18.74	29.16
Operating Profit Margin (%)	12.67	12.38	19.51	22.96
Profit Margin (%)	2.43	1.84	6.19	9.64

★Note: If there are 100 companies in the same industry, SinoRating will rank the data under the same ratio from the smallest to the largest. Percentile 25% is the figure ranked 25th. Medium is the figure ranked 50th while percentile 75% is that ranked 75th. By using this comparison, one can have a clear idea of the status of subject's financial ratio in its industry. '—' means that SinoRating does not have enough industry data to generate the comparison.

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SinoRating Explanation

Subject's staff refused to verify its financial information. The above financial statement is obtained from administration for industry & commerce for your reference.

BANKING**SinoRating Explanation**

No banking information against subject is available.

OPERATIONS**Core Business**

Manufacturer of aluminum alloy automobile wheels

Subject is an aluminum alloy automobile wheel hubs manufacturer invested by CITIC Group in 1988 and currently the largest wheel hubs manufacturing base in China.

In 2008 subject had a production capacity of 15 million wheel hubs, including three types of low-pressure casting, casting spinning and forging, and more than one thousand varieties.

Subject has obtained such certificates as ISO9001, QS-9000, VDA6.1, ISO/TS16949 and ISO14001. With national enterprise technology center and cooperation research institutes in Europe, the USA and Japan, subject is the first wheel hub enterprise which can make simultaneous development with overseas main engine plants. In August 2006, subject was designated by Ministry of Commerce of the P.R.C as the national automobile parts export base. In September 2006, its products are awarded the Asia Brand Innovation Award by Asia INT'L Famous & Fine Brand Attestation Intendence Center, State-owned Assets Supervision and Administration Commission of the State Council and China Business Times.

Sales

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Sales Network

Subject's products are sold both at home and abroad, with overseas market as the main sales region. Subject's domestic market is centered in Shanghai City, Beijing City, Northeast China, etc. Its domestic customers include BBDC, Shenyang BMW, FAW Audi, Tianjin Toyota, Sichuan FAW Toyota, Nissan Teana, Guangzhou Honda, Shanghai Volkswagen, Shanghai GM, etc. Subject's overseas market is mainly in the USA, Canada, Germany, Japan, South Korea, Australia, Middle East, etc. Its wheel hubs are mainly supplied to such automobile companies as Germany-based Benz, BMW, Volkswagen and Audi; France-based Renault; America-based GM, Ford and Chrysler; Japan-based Honda and Toyota. Three major overseas markets system of Europe, North America and Japan & South Korea have been formed. Subject usually makes settlement within 1 to 3 months after delivery of cargo for domestic sales and by T/T and L/C for export.

Remark

Subject's export volume was USD39749888 in the 2nd quarter of 2009 and USD63766398 in the 2nd quarter of 2010.

Export Record	
Export to(2010)	
UNITED STATES	76.01%
BELGIUM	11.91%
UNITED KINGDOM	3.45%
AUSTRALIA	3.17%
GERMANY	2.99%
Others	2.47%
★Remark: subject exports products to the above regions in the latest year.	
Export Volume	
2010(1 - 7)	USD 148,875,692
2009	USD 197,081,685
2008	USD 223,134,696
2007	USD 242,524,290
Export*	
Vehicle and its parts and accessories (railway vehicle excluded)	
★Note: Commodity names shown herein are not subject's actual import/export product name, but category name classified by China Customs.	
Trade Term for Export	

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

SinoRating

General Trade	90.01%
Feeding Processing Trade	9.99%
Other Trade	0.0%

Purchased

Local Purchase

The aluminum alloy, aluminum ingot and other raw materials needed by subject in production are mostly purchased domestically, especially in East China and South China. Wheel mould is purchased domestically from regular suppliers. Subject's production equipments and test equipments, including melting equipments, low-pressure diecasting machine, T6 heat treating line, CNC numerical control machine, painting line, polishing machine, forging equipment, mould making equipment, etc. are generally imported from Germany, America, Japan, etc.

Remark

Its suppliers include Nanhai Superband Mould Manufacturing Co. Ltd, Hebei Lizhong Nonferrous Metals Group Co., Ltd. and its underling company, Qinhuangdao Meili Alloy Co., Ltd., etc. Subject usually makes settlement by credit payment, but L/C or T/T for import.
Subject's import volume was USD5529826 in the 2nd quarter of 2009 and USD531695 in the 2nd quarter of 2010.

Import Record	
Import from(2010)	
GERMANY	54.17%
AUSTRALIA	25.74%
NETHERLANDS	13.52%
UNITED STATES	5.62%
Others	0.95%
★Remark: subject imports products from the above regions in the latest year.	
Import Volume	
2010(1 - 7)	USD 2,042,251
2009	USD 18,698,111
2008	USD 5,397,543
2007	USD 3,146,690

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

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Import*	
Tan material, colouring material, dope, putty, ink, etc./ Aluminum and its products/ Miscellaneous chemical products/ Plastic and its products/ Equipment and its parts and accessories for optics, photography and medical treatment ★Note: Commodity names shown herein are not subject's actual import/export product name, but category name classified by China Customs.	
Trade Term for Import	
General Trade	74.21%
Feeding Processing Trade	25.74%
Other Trade	0.05%

Premises

Remark Subject is located at No. 355, Donggang Road, Haigang District, Qinhuangdao City, Hebei Province with unknown area.

Employees

Total Employees 1,500

Remark Reportedly, subject now employs about 1500 employees.

PAYMENT RECORDS

Date 2010-09-16
 Comment Prompt
 Payment Term
 Relationship 6year(s)
 Supply Moulds for wheels

According to the staff from the company, subject has cooperated with the company over 6 years and usually makes payment as per the contract. With sound credit standing, subject makes payment promptly.

Date 2010-09-16
 Comment Prompt
 Payment Term Monthly Payment
 Relationship 9year(s)
 Supply Aluminium ingot

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

SinoRating

According to the staff from the company, subject has cooperated with the company for 8 to 9 years and makes settlement by monthly payment. With sound credit standing, subject makes payment promptly.

AFFILIATE INFORMATION

Affiliation	AFFILIATE
SinoRating Ref. No.	CHN000693960
Company Name	QINHUANGDAO DAIKAXINGLONG WHEEL MANUFACTURING CO., LTD.
Country/Region	CHINA
Address	HEBEI PROVINCEQINHUANGDAO CITYNO.15, HEILONGJIANG ROAD, HAIGANG DISTRICT
Postalcode	066004
Telephone	(86) 335-8501600
Fax	(86) 335-8501600
Company Type	Other Limited Liability Company

SinoRating Explanation

Subject's underling companies also include Daika Meilv Wheel Co., Ltd. (literal translation), Dicastal-Xinglong Forged Wheel Co., Ltd., Wuxi Dicastal Wheel Hub Manufacturing Co., Ltd., etc.

LITIGATION

As of report date, no litigation record has been found against subject through our searching the website of local court, other courts and major search engines.

PUBLIC INFORMATION

As of report date, we did not find any negative information relating to the subject company.

INDUSTRY ANALYSIS

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

As the basis of automobile industry, automotive parts are indispensable in supporting the sustainable and healthy development of automobile industry. In 2009, over 40% of auto parts suppliers in China would be up against serious liquidity challenges, while after-sales market would be the major powerhouse for automotive parts industry. From Jan. to Nov. of 2009, the parts and components import accumulated to USD15.675 billion, up by 4.11% year on year; thereinto, the engine import quantity and value totaled at 575,900 sets and USD1.565 billion, up by 11.45% and 2.21% year on year; the import value of auto parts, accessories and body accumulated to USD12.873 billion, up by 3.25% year on year; the automobile & motorcycle tire import totaled at USD270 million, up by 2.30% year on year; and other car-related merchandise import totaled at USD967 million, up by 21.94% year on year. In 2009, China's automobile part enterprises were confronted with the toughest challenge of the past three decades since reform and opening up.

As predicted, this industry's export will restore to the 2008 level in 2010 and achieve a year-on-year increase of above 30%. The automobile part industry is bound to set the orientation at technology, cost and upstream & downstream industries and launch industry upgrade.

SINORATING SUMMARY

Historical Development

Established on May 26, 1988 as a HK, Macau or Taiwan Joint Venture, subject is one of the earlier aluminum alloy wheel hubs manufacturer. Currently its registered capital is RMB408 million and its Legal Representative is Wang Jiong.

Current Operating Status

Subject's sales business is conducted both at home and abroad. Its customers are such famous automobile manufacturers as Germany-based Benz, BMW, Volkswagen and Audi; France-based Renault; America-based GM, Ford and Chrysler; Japan-based Honda and Toyota. Currently subject enjoys comparatively stable supply and sales channel.

Financial Analysis

SinoRating made the following financial analysis based on subject's financial figures:

In terms of operating capacity, in 2009 its accounts receivable collection period, accounts payable payment period and days in inventory were all prolonged somewhat compared with that in the previous year, indicating average overall operating capacity.

With respect to solvency, in 2009 its current ratio and quick ratio were both increased compared with that in 2008, but its short-term solvency was at the medium level; its debts to total assets ratio in 2009 was 70.83%, which was slightly higher than the average level of the industry, demonstrating average financial security.

In respect of assets and profits, its net assets in 2009 rose somewhat compared with that in 2008, and its overall scale was relatively big, but its sales declined year by year in the past three years, and its net income fluctuated to some extent; its profit margin in 2009 hit 2.43%, which was at a medium level in the industry.

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With a fairly long history, a relatively big scale and a comparatively strong strength, subject enjoys good operating status. Its financial status is OK. Generally speaking, it faces a stable development trend in the future.

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SINO RATING CREDIT RATING

Rating Result

Rating Symbol	Definition	Default Rate(%)
AAA	Very strong strength, very high resistance to risk, excellent credit status	0~0.17
AA	Strong strength, high resistance to risk, good credit status	0.17~0.72
A	Relatively strong strength, relatively high resistance to risk, normal credit status	0.72~1.16
BBB	Average strength, average resistance to risk, acceptable credit status	1.16~2.35
BB	Below-the-average strength, below-the-average resistance to risk, less acceptable credit status	2.35~3.99
B	Relatively weak strength, relatively low resistance to risk, passable credit status	3.99~6.10
CCC	Weak strength, low resistance to risk, relatively poor credit status	6.10~10.14
CC	Very weak strength, very low resistance to risk, poor credit status	10.14~13.44
C	On the verge of bankruptcy, basically discredited	>13.44
NR	Subject is not rated because it is established for no more than one year or it goes out of business or information is not enough	

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CITIC DICASTAL WHEEL MANUFACTURING CO., LTD.

Principal Consulting Index and Weight of Credit Rating

Rating Factors	Weight
Key executives, employees & organizational structure	10%
Company background and operational status	20%
Enterprise size	15%
Financial status	30%
Company development	10%
Competitiveness and industry analysis	10%
Company and industry prospect	5%
Total	100%
Special factors	-10%~+10%

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

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