

# The Normal Credit Report on the Chinese Enterprise



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

YHI ADVANTI MANUFACTURING (SHANGHAI) CO., LTD.

SinoRating

Panjiva Inc. (Customer) :

SinoRating sends you this credit report according to your following inquiry on 2010-11-11:

Ref No.	--
The Given Name	Yhi Advanti Manufacturing
The Given Address	No. 611 Shenfu Rd, Xinzhuang Industry Zone, Shanghai City, China

Investigated Company Name	YHI ADVANTI MANUFACTURING (SHANGHAI) CO., LTD.
Investigated Company Address	NO. 611, SHENFU ROAD, XINZHUANG INDUSTRY ZONE
Investigated Company Chinese Name	雅泛迪铝业(上海)有限公司
Investigated Company Chinese Address	莘庄工业区申富路611号
SinoRating Credit Rating	BB
SinoRating Default Rate	2.35~3.99(%)
Explanation	

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	
2010-11-18	

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YHI ADVANTI MANUFACTURING (SHANGHAI) CO., LTD.

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COMPANY SUMMARY

SinoRating Ref. No.	CHN000708755
Company Name	YHI ADVANTI MANUFACTURING (SHANGHAI) CO., LTD.
Operating Address	NO. 611, SHENFU ROAD, XINZHUANG INDUSTRY ZONE, . MINHANG DISTRICT, SHANGHAI (201108)
Telephone	(86)21-64896655
Fax	(86)21-64894455
Start Year	2004-01-05
Business Scope	Manufacturer of auto wheels
Industry	Manufacturer of car parts and accessories
Industry Code	3725
Listed Company	No
Export/Import License	Yes
Sales	24,714,000 (2009)
Net Worth	20,636,000 (2009)
Employee	60
Enterprise Size	Small
Financial Status	OK
Trend	Unstable
Payment Record	Unable to judge
SinoRating Credit Rating	BB
SinoRating Default Rate	2.35~3.99(%)
SinoRating Comment	Although subject shows an Unstable development trend on the whole, its financial status is OK. SinoRating proposes BB credit rating to subject - Below-the-average strength, below-the-average resistance to risk, less 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.

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YHI ADVANTI MANUFACTURING (SHANGHAI) CO., LTD.

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### REGISTRATION INFORMATION

Registry Shanghai City Minhang District Administration for Industry and Commerce

Registered Address NO. 611, SHENFU ROAD, XINZHUANG INDUSTRY ZONE, MINHANG DISTRICT, SHANGHAI CITY (201108)

Organization Code 756967131

Value Added Tax No. 310112756967131

Registration No. 310000400367494

Company Type Wholly Foreign Owned Enterprise

Registered Capital USD 1,500,000

Legal Representative Zheng Tianhe

Business Scope Manufacture of such aluminum alloy fittings as auto wheels and sale of self-made products; wholesale, commission agency (excluding auction) and import and export of the same kinds of products as those above and provision of related supporting services (the commodities involved with quota certificate management and special regulation management should be subject to the regulations of the State) (operation should be subject to business license if involved)

Registered Date 2004-01-05

Business Licence Valid Until 2034-01-04

### HISTORY

On Dec. 8, 2007, the business scope of subject was changed from "manufacture of such aluminum alloy fittings as auto wheels and sale of self-made products" to the current status.

### OWNERSHIP

Shareholders	ID Card No.	Shareholding
YHI Manufacturing (Singapore) Pte Ltd		100.0%

### PARENT INFORMATION

Company Name YHI Manufacturing (Singapore) Pte Ltd

Country/Region SINGAPORE

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YHI ADVANTI MANUFACTURING (SHANGHAI) CO., LTD.

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Address , , ,

Shares Hold 100%

Address: No.2 Pandan Road, Singapore 609254

The company is the parent company of subject. Other information about it is unavailable.

#### KEY EXECUTIVES

Name	Zheng, Tianhe
Gender	Male
Title	Chairman of the Board
Responsibility	Overall Management
Remark	Nationality: Singapore

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YHI ADVANTI MANUFACTURING (SHANGHAI) CO., LTD.

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**FINANCIALS**

Auditor:— Currency: CNY

**Balance Sheet (in thousands)**

Date	2009-12-31	2008-12-31
Source	3rd party	3rd party
<b>Audited/Consolidated</b>	—/—	—/—
Cash	2,795	3,944
Short-Term Investment	—	—
Notes Receivable	—	—
Dividends Receivable	—	—
Interest Receivable	—	—
Accounts Receivable	5,374	11,849
Other Accounts Receivable	7,657	22
Advances to Suppliers	16	18
Subsidy receivable	—	—
Inventory	4,812	5,767
Prepaid Expenses	—	—
Long-term debt investment within one year	—	—
Other Current Assets	—	—
<b>Total Current Assets</b>	<b>20,654</b>	<b>21,600</b>
Long-Term Debt Investments	—	—
Long-Term Equity Investments	—	—
Other Long-Term Assets	—	—
*Equity investment difference	—	—
<b>Total Long-Term Investments</b>	<b>—</b>	<b>—</b>
Fixed Assets	12,736	12,714
Accumulated Depreciation	8,868	7,230
Net Fixed Assets	3,868	5,484
Provision for Impairment of Fixed Assets	—	—
Net Value of Fixed Assets	3,868	5,484
Fixed Assets Disposal	—	—
Construction in Progress	—	—
Construction Material	—	—
Other	—	—
<b>Total Fixed Assets</b>	<b>3,868</b>	<b>5,484</b>
Intangible Assets	—	—
Long-Term Prepaid Expenses	—	—
Other Long-Term Assets	—	—
Intangible Assets and Other Assets	—	—
Deferred Taxation Charges	—	—
Deferred Taxation	—	—
<b>Total Assets</b>	<b>24,522</b>	<b>27,084</b>

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YHI ADVANTI MANUFACTURING (SHANGHAI) CO., LTD.

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Date	2009-12-31	2008-12-31
Source	3rd party	3rd party
Short-term Loans	—	—
Notes Payable	2,000	3,000
Accounts Payable	1,840	3,795
Advances from Customers	58	151
Accrued Payroll	297	410
Welfare Payable	—	—
Dividends Payable	—	—
Tax Payable	-498	-482
Other Taxes Payable	—	—
Other Payable	189	513
Accrued Expense	—	—
Accrued Liabilities	—	—
Interest Payable	—	—
Long-Term Liabilities Due Within One Year	—	—
Other Current Liabilities	—	—
<b>Total Current Liabilities</b>	<b>3,886</b>	<b>7,387</b>
Long-Term Loans	—	—
Bonds Payable	—	—
Long-Term Payable	—	—
Government grants payable	—	—
Other Long-Term Debts	—	—
<b>Total Long-Term Liabilities</b>	<b>—</b>	<b>—</b>
Deferred Taxes Credits	—	—
Deferred Taxation	—	—
<b>Total Liabilities</b>	<b>3,886</b>	<b>7,387</b>
*Minority Interests	—	—
Paid-in Capital	12,431	12,431
Capital Reserve	—	—
Surplus Reserve	2,675	2,675
Accumulated Profits	5,530	4,591
Retained Earnings	—	—
Other Owner's Equity	—	—
<b>Total Owner's Equity</b>	<b>20,636</b>	<b>19,697</b>
<b>Total Liabilities and Owner's Equity</b>	<b>24,522</b>	<b>27,084</b>

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YHI ADVANTI MANUFACTURING (SHANGHAI) CO., LTD.

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## Income Statement (in thousands)

Date	2009-01-01 to 2009-12-31	2008-01-01 to 2008-12-31
Source	3rd party	3rd party
Sales	24,714	46,600
- Cost of Goods Sold	19,839	38,718
- Sales Tax	—	—
Gross Profit	4,875	7,882
+ Other Revenues and Gains	30	78
- Administrative Expenses	1,018	1,659
- Operating Expenses	2,167	3,400
- Financial Expenses	516	2,137
Income from Operations	1,205	764
+ Return on Investment	—	—
+ Subsidy Income	—	—
+ Non-operating Income	3	34
- Non-operating Expense	—	—
Non-operating Net Income	—	—
Income before Income Taxes	1,208	798
- Income Taxes	269	212
- *Minority Loss/Profit	—	—
Net Income	939	586

## Key Financial Figures (in thousands)

Date	2009-12-31	2008-12-31
Source	3rd party	3rd party
Sales	24,714	46,600
Net Income	939	586
Total Assets	24,522	27,084
Working Capital	16,768	14,213
Total Liabilities	3,886	7,387
Net Assets	20,636	19,697

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YHI ADVANTI MANUFACTURING (SHANGHAI) CO., LTD.

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## Key Financial Ratios

Date	2009	2008
Source	3rd party	3rd party
Current Ratio	5.32	2.92
Quick Ratio	4.08	2.14
Accounts Receivable Collection Period	125	114
Accounts Payable Payment Period	51	69
Days in Inventory	96	63
Asset Turnover	0.96	1.13
Debts to Total Assets Ratio(%)	15.85	27.27
Liabilities to Equity (%)	18.83	37.5
Return on Assets (%)	3.83	2.16
Return on Net Assets (%)	4.55	2.98
Operating Profit Margin (%)	19.73	16.91
Profit Margin (%)	3.8	1.26

## Industry Comparison

	Subject Data	*Percentile 25	*Median	*Percentile 75
Date	2009	2009	2009	2009
Current Ratio	5.32	1.03	1.36	1.74
Quick Ratio	4.08	0.76	1.01	1.43
Accounts Receivable Collection Period	125	52.0	75.0	97.0
Accounts Payable Payment Period	51	52.0	81.0	111.0
Days in Inventory	96	25.0	56.0	84.0
Asset Turnover	0.96	0.86	1.34	1.82
Debts to Total Assets Ratio(%)	15.85	44.58	55.03	68.57
Liabilities to Equity (%)	18.83	80.43	120.61	213.14
Return on Assets (%)	3.83	2.67	7.29	14.38
Return on Net Assets (%)	4.55	6.85	18.74	29.16
Operating Profit Margin (%)	19.73	12.38	19.51	22.96
Profit Margin (%)	3.8	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**

The financial figures provided in the report have been verified by subject's staff. According to the staff, it is the financial crisis that results in the sharp decrease of sales in 2009 from that in 2008.

**BANKING**

Main Correspondent Bank Agricultural Bank of China Shanghai Branch, Minhang District Xinzhuang Industry Zone Sub-branch

Date 2010-11-17

Bank Telephone (021) 54423725

RMB Account Number 03430500040002261

According to the clerk from the bank, subject holds basic RMB account herein with normal settlement records.

**OPERATIONS****Core Business**

Manufacturer of auto wheels

According to sources, subject is mainly engaged in manufacture and sale of auto wheels, with Advanti Racing wheels as the key products at present. Meanwhile, it also acts as an agent to sell the wheels under such brands as Yokohama (Japan).

**Sales****Sales NetWork**

According to sources, nearly 60%-70% of subject's products are exported to Australia, New Zealand, Singapore and Hong Kong, and some products are sold all over China.

Subject generally settles with overseas customers by T/T 0-60 days and with domestic customers by delivery against payment.

For the domestic customers that have cooperated with subject for a long time and kept sound credit standing, subject can settle with them by monthly payment 30 days.

**Remark**

The export value of subject in the second quarter of 2009 totaled USD284,413 and in the second quarter of 2010 totaled USD301,887.

Export Record	
Export to (2010)	
AUSTRALIA	38.9%
SINGAPORE	32.21%

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NEW ZEALAND	18.61%
HONG KONG, CHINA	10.29%
★Remark: subject exports products to the above regions in the latest year.	
Export Volume	
2010(1 - 8)	USD 842,599 <i>172 days</i>
2009	USD 2,318,958
2008	USD 4,617,740
2007	USD 5,291,014
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	
General Trade	100.0%
Other Trade	0.0%

#### Purchase

Local Purchase

Aluminum materials, etc.

Remark

According to sources, the raw materials of subject are mainly purchased domestically, especially from the Pearl River Delta, and a small amount of materials are imported from Italy, Southeast Asia, etc.

Subject generally settles with domestic suppliers by spot trading and with overseas suppliers by T/T 0-60 days.

The import value of subject in the second quarter of 2009 totaled USD96,669 and in the second quarter of 2010 totaled USD87,790.

Import Record	
Import from (2010)	
ITALY	71.58%
MALAYSIA	28.42%
★Remark: subject imports products from the above regions in the latest year.	
Import Volume	
2010(1 - 8)	USD 175,121

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2009	USD 223,234
2008	USD 290,688
2007	USD 211,659
<b>Import*</b>	
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.	
<b>Trade Term for Import</b>	
General Trade	100.0%
Other Trade	0.0%

**Premises:**

Remark According to sources, the production factory of subject is rented from its affiliated company-YHI Aluminum (Shanghai) Co., Ltd (literal translation), while the area of the factory is unavailable.

**Employees:**

Total Employees 60

**PAYMENT RECORDS:**

As of report date, we did not get any payment record relating to the subject company.

**AFFILIATE INFORMATION:**

Affiliation	AFFILIATE
SinoRating Ref. No.	CHN000349507
Company Name	Youfa Aluminium Industrial (Shanghai) Co., Ltd.
Country/Region	CHINA
Address	NO. 611, SHENFU ROAD, XINZHUANG INDUSTRY ZONE,, MINHANG DISTRICT, SHANGHAI
Postalcode	201108
Telephone	(86)21-64896655-1151
Fax	(86)21-64894455
Company Type	Wholly Foreign Owned Enterprise

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According to sources, the company and subject share the parent company-YHI Manufacturing (Singapore) Pte Ltd. The two companies are both located at No. 611, Shenfu Road, Xinzhuang Industry Zone, Minhang District, Shanghai City, and the production factory of subject is rented from the company. According to the staff from the company, although the two companies are located at the same place, they are independent in staff and business. The company is mainly engaged in manufacture and sale of auto wheels, with all of its products exported.

#### 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

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 Jan. 5, 2004, subject is a manufacturing enterprise invested by YHI Manufacturing (Singapore) Pte Ltd with a registered capital of USD1.5 million. Its legal representative is Zheng Tianhe.

##### Current Operating Status

Subject is mainly engaged in manufacture and sale of Advanti Racing branded auto wheels. Meanwhile, it also acts as an agent to sell the wheels under such brands as Yokohama (Japan). Most of its products are exported, and a small amount is sold all over China. At present, it enjoys normal operation.

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Comprehensively speaking, subject is with moderate profitability and fairly high asset security. However, both its business scale and sales scale are fairly small, its products are not of high competitiveness in the market and it takes a fairly long time to collect capital. Therefore, the future development of subject remains to be seen.

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**SINORATING 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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SinoRating

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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# The Normal Credit Report on the Chinese Enterprise



中國出口信用保險公司  
China Export & Credit Insurance Corporation

ZHEJIANG DAWNING WHEELS CO., LTD.

SinoRating

Panjiva Inc. (Customer) :

SinoRating sends you this credit report according to your following inquiry on 2011-04-13:

Ref No.	--
The Given Name	Zhejiang Dawning Wheels Co Ltd
The Given Address	Qanxi Industrial Park, Wuyi, Jinhua, Zhejiang. 321200

Investigated Company Name	ZHEJIANG DAWNING WHEELS CO., LTD.
Investigated Company Address	JINYANSHAN INDUSTRIAL ZONE, QUANXI, WUYI COUNTY, WUYI COUNTY, JINHUA CITY, ZHEJIANG PROVINCE
Investigated Company Chinese Name	浙江曙光实业有限公司
Investigated Company Chinese Address	浙江省金华市武义县武义县泉溪金岩山工业区
SinoRating Credit Rating	BBB
SinoRating Default Rate	1.16~2.35(%)
Explanation	According to subject's staff, the English name of subject was ZHEJIANG SHUGUANG INDUSTRIAL CO., LTD. when subject was established, but later subject adopts the English name: Zhejiang Dawning Wheels Co., Ltd. in business liaison and signs contracts in order to further develop its overseas business.
Announcement	SinoRating doesn't ensure that subject's English name shown in the report is its legal English name which is provided just for your reference.

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

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ZHEJIANG DAWNING WHEELS CO., LTD.

SinoRating

2011-04-19

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ZHEJIANG DAWNING WHEELS CO., LTD.

SinoRating

**COMPANY SUMMARY**

SinoRating Ref. No.	CHN000766001
Company Name	ZHEJIANG DAWNING WHEELS CO., LTD.
Operating Address	JINYANSHAN INDUSTRIAL ZONE, QUANXI, WUYI COUNTY, WUYI COUNTY, JINHUA CITY, ZHEJIANG PROVINCE(321200)
Telephone	(86)579-87960808
Fax	(86)579-87960809
Start Year	2002-12-24
Business Scope	Manufacturer of wheels
Industry	Common nonferrous metals malleating processing
Industry Code	3351
Listed Company	No
Export/Import License	Yes
Sales	229,520,000 (2009)
Net Worth	32,887,000 (2009)
Employee	700
Enterprise Size	Medium
Financial Status	OK
Trend	Stable
Payment Record	Unable to judge
SinoRating Credit Rating	BBB
SinoRating Default Rate	1.16~2.35(%)
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.

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ZHEJIANG DANNING WHEELS CO., LTD.

SinoRating

**REGISTRATION INFORMATION**

Registry	Zhejiang Province Jinhua City Wuyi County Administration for Industry and Commerce
Registered Address	JINYANSHAN INDUSTRIAL ZONE, QUANXI, WUYI COUNTY, JINHUA CITY, ZHEJIANG PROVINCE(321200)
Organization Code	766431736
Registration No.	330723000014920
Company Type	Private Limited Company
Registered Capital	26,000,000
Legal Representative	Yan Guanwei
Business Scope	Production, processing and sale of auto wheels, motorcycle wheels, metal processing machinery, aluminum alloy products, and metal gardening tools; sale of tyres, auto parts, motorcycles and related parts, metal racks, garments, accessories, stationery, and other daily-use articles (excluding flammable and explosive items)
Registered Date	2002-12-24
Business Licence Valid Until	2052-12-23

**HISTORY**

On Feb. 5, 2009, the business scope of subject was changed from "production, processing and sale of auto wheels, motorcycle wheels, hardware machinery and aluminum alloy products (operation shall be subject to special approval and business license if involved)" to "production, processing and sale of auto wheels, motorcycle wheels, metal processing machinery, aluminum alloy products, and metal gardening tools; sale of motorcycles and related parts (operation should be subject to special approval and business license if involved)".

On April 2, 2010, the business scope of subject was changed to "production, processing and sale of auto wheels, motorcycle wheels, metal processing machinery, aluminum alloy products, and metal gardening tools; sale of tyres, auto parts, motorcycles and related parts, metal racks, garments, accessories, stationery, and other daily-use articles (excluding flammable and explosive items)".

**OWNERSHIP**

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Shareholders	Registration No./ID Card No.	Shareholding
Yan Guanwei	330722195511215915	60.0%
Yan Aier	330722195606015940	20.0%
Yan Shenggang	330722197712220031	20.0%

**KEY EXECUTIVES**

Name Yan, Guanwei  
Gender Male  
ID Card No. 330722195511215915  
Age 56  
Title Managing Director  
Remark At present, he acts as subject's Managing Director.

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**FINANCIALS**

Auditor:— Currency: CNY

**Balance Sheet (in thousands)**

Date	2009-12-31	2008-12-31
Source	3rd party 1	3rd party 1
Audited/Consolidated	—/—	—/—
Cash	75,216	65,576
Short-Term Investment	—	—
Notes Receivable	—	—
Dividends Receivable	—	—
Interest Receivable	—	—
Accounts Receivable	69,452	61,680
Other Accounts Receivable	5,955	7,809
Advances to Suppliers	—	21,517
Subsidy receivable	—	—
Inventory	40,954	33,916
Prepaid Expenses	—	1,507
Long-term debt investment within one year	—	—
Other Current Assets	—	—
<b>Total Current Assets</b>	<b>179,667</b>	<b>192,005</b>
Long-Term Debt Investments	—	—
Long-Term Equity Investments	—	—
Other Long-Term Assets	—	—
*Equity investment difference	—	—
<b>Total Long-Term Investments</b>	<b>—</b>	<b>—</b>
<b>Total Fixed Assets</b>	<b>81,562</b>	<b>73,631</b>
Accumulated Depreciation	14,141	8,470
<b>Net Fixed Assets</b>	<b>67,421</b>	<b>65,161</b>
Provision for Impairment of Fixed Assets	—	—
<b>Net Value of Fixed Assets</b>	<b>67,421</b>	<b>65,161</b>
Fixed Assets Disposal	—	—
Construction in Progress	25,294	27,899
Construction Material	—	—
Other	—	—
<b>Total Fixed Assets</b>	<b>92,715</b>	<b>93,060</b>
Intangible Assets	6,165	5,632
Long-Term Prepaid Expenses	—	—
Other Long-Term Assets	—	—
<b>Intangible Assets and Other Assets</b>	<b>6,165</b>	<b>5,632</b>
Deferred Taxation Charges	—	—
Deferred Taxation	—	—
<b>Total Assets</b>	<b>278,817</b>	<b>290,697</b>

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Date	2009-12-31	2008-12-31
Source	3rd party 1	3rd party 1
Short-term Loans	201,072	161,960
Notes Payable	85,000	66,250
Accounts Payable	-22,282	14,121
Advances from Customers	—	11,268
Accrued Payroll	—	—
Welfare Payable	996	1,655
Dividends Payable	—	—
Tax Payable	-2,269	-746
Other Taxes Payable	36	144
Other Payable	-16,623	5,878
Accrued Expense	—	—
Accrued Liabilities	—	—
Interest Payable	—	—
Long-Term Liabilities Due Within One Year	—	—
Other Current Liabilities	—	—
<b>Total Current Liabilities</b>	<b>245,930</b>	<b>260,530</b>
Long-Term Loans	—	—
Bonds Payable	—	—
Long-Term Payable	—	—
Government grants payable	—	—
Other Long-Term Debts	—	—
<b>Total Long-Term Liabilities</b>	<b>—</b>	<b>—</b>
Deferred Taxes Credits	—	—
Deferred Taxation	—	—
<b>Total Liabilities</b>	<b>245,930</b>	<b>260,530</b>
*Minority Interests	—	—
Paid-in Capital	26,000	26,000
Capital Reserve	—	—
Surplus Reserve	674	384
Accumulated Profits	6,213	3,783
Retained Earnings	—	—
Other Owner's Equity	—	—
<b>Total Owner's Equity</b>	<b>32,887</b>	<b>30,167</b>
<b>Total Liabilities and Owner's Equity</b>	<b>278,817</b>	<b>290,697</b>

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ZHEJIANG DAWNING WHEELS CO., LTD.

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## Income Statement (in thousands)

Date	2009-01-01 to 2009-12-31	2008-01-01 to 2008-12-31
Source	3rd party 1	3rd party 1
Sales	229,520	281,697
- Cost of Goods Sold	207,736	253,751
- Sales Tax	498	170
Gross Profit	21,286	27,776
+ Other Revenues and Gains	29	—
- Administrative Expenses	6,019	7,612
- Operating Expenses	8,355	7,752
- Financial Expenses	9,459	11,183
Income from Operations	-2,518	1,229
- Return on Investment	—	—
+ Subsidy Income	635	1,870
- Non-operating Income	5,111	32
- Non-operating Expense	330	347
Nonoperating Net Income	—	—
Income before Income Taxes	2,898	2,784
- Income Taxes	724	641
- *Minority Loss/Profit	—	—
Net Income	2,174	2,143

## Key Financial Figures (in thousands)

Date	2009-12-31	2008-12-31
Source	3rd party 1	3rd party 1
Sales	229,520	281,697
Net Income	2,174	2,143
Total Assets	278,817	290,697
Working Capital	66,263	68,525
Total Liabilities	245,930	260,530
Net Assets	32,887	30,167

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## Key Financial Ratios

Date	2009	2008
Source	3rd party 1	3rd party 1
Current Ratio	0.73	0.74
Quick Ratio	0.56	0.61
Accounts Receivable Collection Period	103	60
Accounts Payable Payment Period	—	26
Days in Inventory	65	33
Asset Turnover	0.81	1.13
Debts to Total Assets Ratio(%)	88.2	89.62
Liabilities to Equity(%)	747.8	863.63
Return on Assets(%)	0.78	0.74
Return on Net Assets(%)	6.61	7.1
Operating Profit Margin(%)	9.49	9.92
Profit Margin(%)	0.95	0.76

## Industry Comparison

	Subject Data	*Percentile 25	*Median	*Percentile 75
Date	2009	2009	2009	2009
Current Ratio	0.73	0.98	1.19	1.7
Quick Ratio	0.56	0.58	0.8	1.25
Accounts Receivable Collection Period	103	44.0	68.0	102.0
Accounts Payable Payment Period	—	51.0	93.0	129.0
Days in Inventory	65	33.0	66.0	108.0
Asset Turnover	0.81	0.77	1.13	1.46
Debts to Total Assets Ratio(%)	88.2	46.43	59.86	80.97
Liabilities to Equity(%)	747.8	73.54	140.38	348.28
Return on Assets(%)	0.78	0.0	1.39	4.07
Return on Net Assets(%)	6.61	0.12	4.5	15.69
Operating Profit Margin(%)	9.49	5.77	11.86	19.23
Profit Margin(%)	0.95	0.05	1.25	3.88

★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**

The information about subject's long-term investment is unavailable.

**BANKING**

Main Correspondent Bank Industrial & Commercial Bank of China , Zhejiang Province Jinhua City Branch Wuyi County Sub-branch

Bank Address No. 8, Wuyang Middle Road, Wuyi County, Jinhua City, Zhejiang Province

Bank Telephone (0579)87631325

RMB Account Number 1208060009000104193

According to the clerk from the bank, subject holds account herein with normal transaction records.

**OPERATIONS****Core Business**

Manufacturer of wheels

Subject is specialized in production and sale of wheels, especially auto and motorcycle aluminum alloy wheels. Most of its products are exported, mainly to the tyre manufacturers.

**Sales**

Sales Network Most of subject's products are exported, mainly to Europe, America and Southeast Asia, while a few products are sold domestically. Subject generally settles with domestic customers by transfer and monthly payment 30 days, and with overseas customers by T/T, L/C, etc. Most customers are tyre manufactures, and a few are car manufacturers.

Remark The export value of subject in the fourth quarter of 2009 totaled USD6,424,551 and in the fourth quarter of 2010 totaled USD8,357,661.

Export Record	
Export to(2010)	
RUSSIA FEDERATION	13.55%
UNITED ARAB EMIRATES	12.03%
IRAN. ISLAMIC. REP	9.09%
Others	8.98%

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AUSTRALIA	8.3%
TURKEY	6.33%
UKRAINE	5.78%
MALAYSIA	5.38%
BRAZIL	3.44%
THAILAND	2.72%
INDIA	2.59%
ITALY	2.55%
NETHERLANDS	2.33%
SAUDI ARABIA	2.06%
Lithuania	1.91%
FINLAND	1.79%
INDONESIA	1.67%
PHILIPPINES	1.6%
REP. OF KOREA	1.54%
COLOMBIA	1.42%
POLAND	1.31%
PARAGUAY	1.26%
JAPAN	1.19%
SOUTH AFRICA	1.18%
★Remark: subject exports products to the above regions in the latest year.	
<b>Export Volume</b>	
2010	USD 31,439,714
2009	USD 21,556,620
2008	USD 20,816,488
2007	USD 12,652,198
<b>Export*</b>	
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.	
<b>Trade Term for Export</b>	

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General Trade	100.0%
Other Trade	0.0%

**Purchase****Local Purchase**

Subject generally purchases such raw materials as aluminum ingot and magnesium ingot from North China, and settles with suppliers by transfer and delivery against payment.

**Remark**

The import value of subject in the fourth quarter of 2009 totaled USD0 and in the fourth quarter of 2010 totaled USD88.

Import Record	
Import from(2010)	
VENEZUELA	96.1%
TURKEY	3.9%
★Remark: subject imports products from the above regions in the latest year.	
Import Volume	
2010	USD 2,259
2009	USD 2,049
2008	USD 321
2007	USD 1,258
Import*	
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 Import	
General Trade	3.9%
Other Trade	96.1%

**Premises**

Operating Space      100,000 square metres  
 Owned/Rented      Rented  
 Location      Main Industrial District

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## Remark

The area above refers to the plot area covered by subject's factory building.

## Employees

Total Employees 700

## PAYMENT RECORDS

As of report date, we did not get any payment record relating to the subject company.

## 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

In the first half of 2009, the nonferrous metal production of China stable recovers, the price of the leading products is recovering and companies over a certain scale also turn losses into gains. From January to June, the industrial growth value in comparable price of China's nonferrous metal industry is increased 6.9%, up 2.7% compared with that of the first quarter of 2009. Smelting, rolling and processing of nonferrous metal grow at 6%. The output of ten kinds of nonferrous metals is 11.457 million tons, down 7.49% year on year, among which, the output of refine cooper is 1.935 million tons, up 3.94% year on year; virgin aluminum is 5.573 million tons, down 15.81% year on year; lead is 1.658 million tons, up 14.08%; zinc is 1.89 million, down 1.57% year on year. The market of nonferrous metal of China fluctuated violently and was sharply reduced in 2008. Hit by the financial crisis, the state released favorable policy to promote the industry and the industry grasp the opportunity to integrate its resources, which will further promote the recovery of the industry. The nonferrous metal industry is expected to overall recover in 2010

## SINORATING SUMMARY

Established on Dec. 24, 2002, subject now has a registered capital of RMB26 million invested by Yan Guanwei, Yan Shenggang and Yan Aier. Subject is specialized in production and sale of wheels, mainly auto and motorcycle aluminum alloy wheels. It mainly carries out supporting production for tyre manufacturers. Most of its products are exported, mainly to Europe, America and Southeast Asia, and the major customers are tyre manufacturers and automakers. Comprehensively speaking, subject mainly carries out supporting production for tyre manufacturers and automakers and is highly reliant on them. It is expected to see a moderate development prospect.

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**SINORATING 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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## 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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