

# INVESTIGATION REPORT

Report Date: Feb. 20, 20XX

## GIVEN INFORMATION

Case No.: 1202120162  
 Subject Number: C1220132  
 Given Name: XXXX XXXXXX XXXX CO., LTD  
 Given Address: XXXX XXXXXX XXXX XXXXXX XXXXXX, TAIWAN  
 Remark: Given address is registered address, factory, and actual operating office address. The English translation of the above address might differ from other transliteration systems. The given address is the previous address before the change of the naming system as a result of a merger of two administrative districts (county and city), and its location remains unchanged.

Given telephone number: 04-XXXX XXXX  
 Remark: The given telephone number is used by the registered address, the factory, the actual operating address

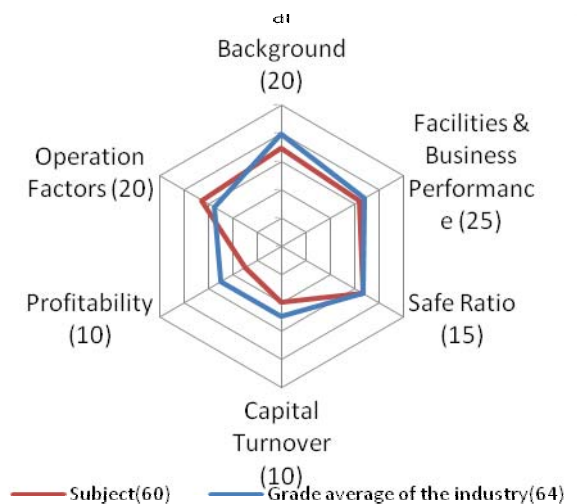
## SUMMARY

CCIS Rating: B  
 CCIS Risk Index: M3  
 Chinese Name: XXXXXXXX 有限公司  
 English Name: XXXX XXXXXX XXXX CO., LTD.  
 Trend: Steady

## CREDIT SCORING

Item	Standard	Score	Industry Average Score
<b>Administration</b>			
Organizational Background & Management	1~20	14	16
Facilities & Business Performance	1~25	16	17
<b>Finance</b>			
Safe Ratio(Financial and Solvency Status)	1~15	10	10
Capital Turnover	1~10	4	5
Profitability	1~10	3	5
<b>Operation &amp; Circumstances</b>			
Current Situation	1~10	7	6
Contact transaction	1~5	3	3
Prospect	1~5	3	2
Total	100	60	64

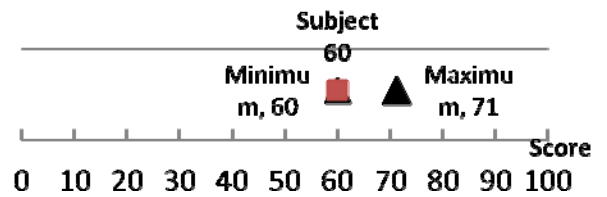
## INDUSTRY AVERAGE SCORE RADAR CHART



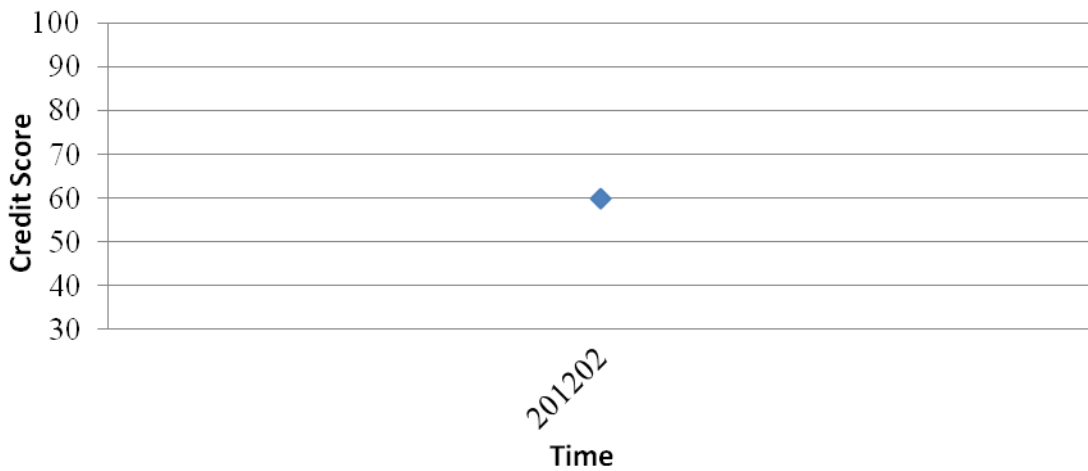
**Note:** The Industry Average Score is the average among inquired enterprises in the latest six months. And the score can vary according to different industries.

**NEGATIVE NEWS OVERVIEW RECORD(S) INDUSTRY SCORE COMPARISON CHART**

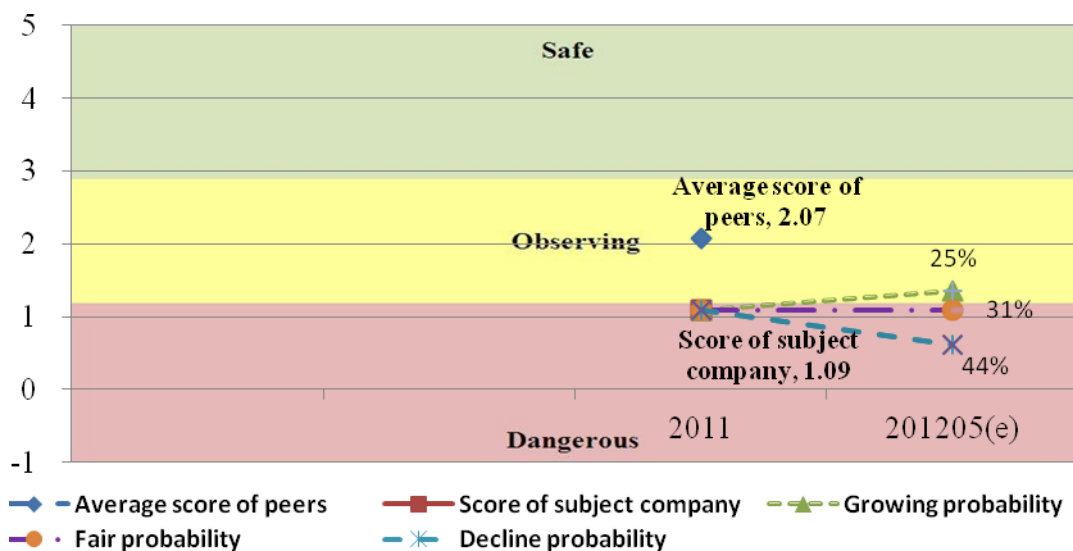
Chattel Mortgage Record	0
Dishonored Account Record	0
Forbidden Bidder Record	0
Litigation Record	0



**CREDIT SCORE TRACKING IN PAST THREE YEARS**



**CCIS Financial Early Warning & Scoring System**



Note:CCIS Financial Crisis Prediction Rating System is evaluated according to subject company's financial performances in the past three years together with the financial prediction for the coming

three years based on subject's current performances; besides, there is also the three-year comparison from the average of peers from CCIS General Financial Analysis.

## BASIC INFORMATION

Chinese Name: XXXXXXXX 有限公司  
 English Name: XXXX XXXXXXXX XXXX CO., LTD.  
 Registered Address: XXXX XXXXXXXX XXXX XXXXXXXX XXXXXXX, TAIWAN  
 Communication Address: XXXX XXXXXXXX XXXX XXXXXXXX XXXXXXX, TAIWAN  
 URL: www.XXXXX.com.tw  
 E-Mail: XXXXX@mail.XXXXXcom.tw  
 Tel: 04-XXXX XXXX  
 Fax: 04-XXXX XXXX  
 Registration No.: XXXX XXXX  
 Registered Authority: Central Region Office, Ministry of Economic Affairs  
 Paid-in Capital: NT 306,000 (in unit of 1000)  
 Legal Representative: XXX XXXX  
 No. of Employees: About 100  
 Established: Feb. 06, 20XX  
 Business Type: Manufacture (ELECTRONIC PASSIVE DEVICES)  
 NACE CODE: 2611(Manufacture of electronic components)  
 SIC CODE: 3675(Electronic Capacitors)  
 Business Size: Medium-sized Enterprise  
 Legal Form: Share limited company

## FACTORY OR BRANCH OFFICE

Actual operating address and factory

Address: XXXX XXXXXXXX XXXX XXXXXXXX XXXXXXX, TAIWAN  
 Reg. No.: XXXX XXXXXXXX  
 Tel: 04-XXXX XXXX  
 Fax: 04-XXXX XXXX

## HISTORY

Subject's company has not been changed since the establishment.

## BUSINESS ACTIVITIES AT PRESENT

Manufacture and sale of super capacitors for energy use

### VARIATION OF CAPITAL(NT\$1,000)

Date	Registered Capital	Paid-in Capital
Nov. 20XX	306,000	306,000

### COMPANY STRUCTURE

Non-Family Enterprise

### DIRECTORS & SUPERVISORS

Name	Position	Investment Amount (NT\$1,000)	Percentage of Total
XXX XXXX	Chairman	1,665	0.54
XXX XXXX	Director	4,290	1.40
XXX XXXX	Director	8,183	2.67
XXX XXXX	Director	5,475	1.79
XXX XXXX	Director	6,750	2.21
XXX XXXX	Supervisor	7,193	2.35

### MANAGEMENT

**Founder:** XXX XXXX  
**Chairman -** XXX XXXX  
**Birthday:** 19XX  
**Birth Place:** Taichung City, Taiwan Province  
**Academic Qualifications:** Senior high school graduate  
**(Years of) Working Experience(s):** Over 40 years;  
**Relationship with founder:** Himself  
**Participates in operation:** Yes

**General Manager -** XXX XXXX  
**Birthday:** 19XX  
**Birth Place:** Taichung City, Taiwan Province  
**Academic Qualifications:** Master's degree  
**(Years of) Working Experience(s):** Over 10 years;  
**Relationship with founder:** Children  
**Participates in operation:** Yes

**Note:** The above management information is provided by Accountant, Ms. Wang and Sales Manager, Mr. Lin.

For details about the company of which the main operator serves as the chairman (if there is any),

*please refer to major affiliated companies.*

## PREMISES

Actual operating address and factory

Land: 5,024.82 m<sup>2</sup>

According to investigation, at the operating address:

There are 4 records of land numbers, which is 06260000, Jinzhou Section; under subject's name.

There is 1 record of registration of supplementary rights.

Building: 1,706.54 m<sup>2</sup>

According to investigation, at the operating address:

There are 5 records of building numbers, which is 00618000, Jinzhou Section; under subject's name.

There is 1 record of registration of supplementary rights.

**Note:** Property right information above is provided by local land administration authority/Accountant, Ms. Wang. This is for reference only.

1. Information above excludes building without the first registration of building's ownership.

2. Enquiry date: February 15, 20XX

There are many records of building numbers at subject's operating address, and only one of them is provided here for reference.

## MORTGAGE OF TANGIBLE ASSETS RECORDS

Subject has been reported no mortgage record on its tangible assets.

**Note:** The above record is based on the public announcements by concerned authorities in Central Region Office, Ministry of Economic Affairs, Taipei City Government, Kaohsiung City Government. It is for reference only.

## BUSINESS RESULTS 20XX - 20XX: (In NT\$1,000)

Item\Year	20XX	%	20XX	%	20XX	%
Domestic and export sales	154,000	100.00	145,000	100.00	127,000	100.00
Total	154,000	100.00	145,000	100.00	127,000	100.00
Growth (%)	6.21	%	14.17	%	-	%

## NET REVENUE OF 20XX BY PRODUCT: (Unit: NT\$1,000)

Main Object	Amount	%
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Capacitor

154,000 100.00

**BUSINESS PERFORMANCE Jan. 20XX ~ Jan. 20XX : (Unit: NT\$1,000)**

N/A

**TRADE REFERENCES: (Local Suppliers)**

Aluminum case

Suppliers: XXXXXXXXXXXX CO., LTD.  
 Reg. No: 2XXXXXXXX  
 Payment Terms: As agreed 100%  
 Percentage of Total Purchase: NA

Aluminum case

Suppliers: XXXXXXXXXXXX CO., LTD.  
 Reg. No: 2XXXXXXXX  
 Payment Terms: As agreed 100%  
 Percentage of Total Purchase: NA

Probe needle

Suppliers: XXXXXXXXXXXX CO., LTD.  
 Reg. No: 2XXXXXXXX  
 Payment Terms: As agreed 100%  
 Percentage of Total Purchase: NA

**TRADE REFERENCES: (Overseas Suppliers)**

Carbon foil

Area	USA
Percentage of Total Purchase(%)	NA

Aluminum case

Area	Mainland China
Percentage of Total Purchase(%)	NA

Probe needle

Area	Japan
Percentage of Total Purchase(%)	NA

Payment Terms: T/T 100%.

**TRADE REFERENCES: (Local Customers)**

Capacitor

Customers: AGENCY DISTRIBUTORS  
 Collection Terms: As agreed 100%  
 Overdue: NA  
 Overdue Time: NA  
 Percentage of Total Sales: NA

#### TRADE REFERENCES: (Overseas Customers)

Capacito	
Area	Europe
Percentage of Total Sales(%)	NA
Capacitor	
Area	USA
Percentage of Total Sales(%)	NA
Capacitor	
Area	Mainland China
Percentage of Total Sales(%)	NA
Capacitor	
Area	Southeast Asia
Percentage of Total Sales(%)	NA

Collection Terms: T/T 100%.

#### BANKERS

##### Wufong Branch of Bank of Taiwan

A/C No: Not Provided; the registration number is used for the inquiry.  
 Opened date: Mar. 12, 2003  
 Relation: Normal  
 Tel: 04-2330-2216

##### Wufong Branch of Chang Hwa Commercial Bank

A/C No: Not Provided; the registration number is used for the inquiry.  
 Opened date: Mar. 26, 2003  
 Relation: Normal  
 Tel: 04-2339-3567

#### PAYMENT RECORD

No dishonored banking record of subject has been found.

No dishonored banking record of subject's Chairman has been found.

Please be noted that there are 133 dishonored banking records in the name of XXX, XXXX. However, as

there is no ID number of the culprit published, we are not in the position to confirm the published identity is subject himself/herself. This information is only for reference.

**Data Validity:** Feb. 10, 20XX.

**Note:** *The above information is available only for reference. Given that the dishonored check may be paid off and the notation of payoff may be completed by subject later, along with restrictions imposed by the information source or update date, the provided information might not be complete. Please try to get information directly from Taiwan Clearing House for the latest updated payment record. Also this service can be provided upon request.*

### BIDDING FORBIDDEN RECORD

Subject has not been listed as a forbidden bidder for government purchases as of the records since Jan. 01, 20XX

The above statement is based on the announcement by concerned government authorities. It is for reference only.

### PUBLIC LITIGATION RECORD

Subject has not been reported for any litigation record in the last two years.

The above statement is based on the communiqué obtained from the Judicial Yuan of the Republic of China.

### REGISTRATION OF PATENTS

Subject has been reported no registration of patent.

**Note:** *The above statement is based on the data obtained from the concerned authorities.*

### Ranking on the industrial performance

Industrial Code: 121100 (ELECTRONIC PASSIVE DEVICES)

Actual total number of ranked companies listed in the TOP5000 Corporations in Taiwan: 5,000

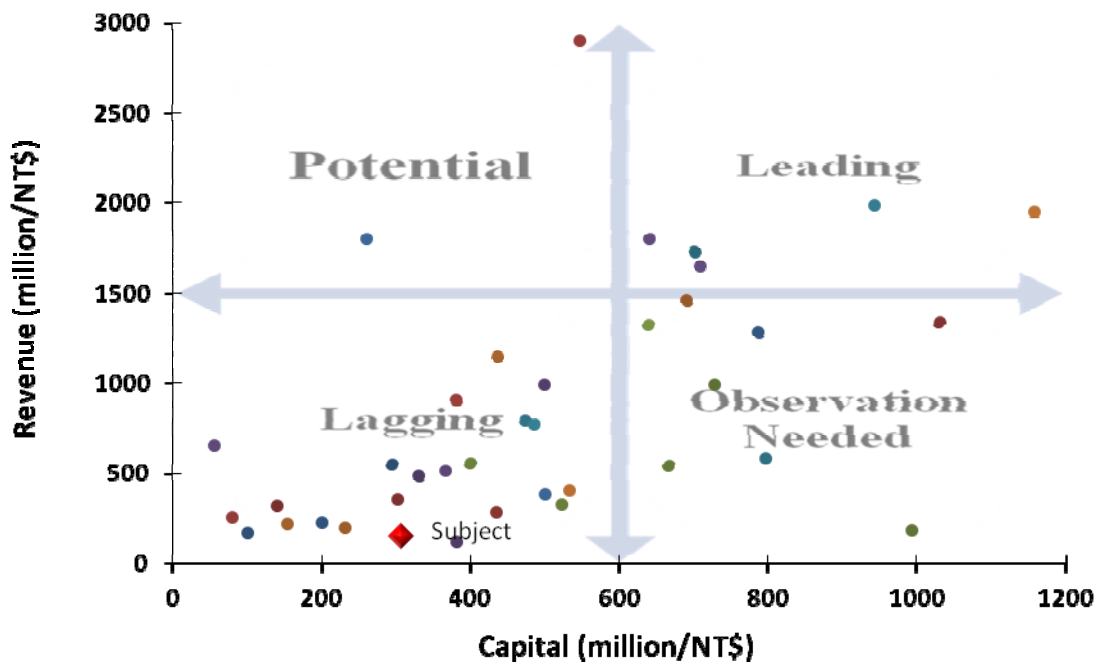
Total number of companies engaged in the Manufacturing listed in the TOP5000 Corporations in Taiwan: 2,650

Total number of companies categorized as ELECTRONIC PASSIVE DEVICES out of the total number of companies in the Manufacturing listed in the TOP5000 Corporations in Taiwan: 55

Subject's business ranking among the ELECTRONIC PASSIVE DEVICES listed in the Top 5000 Corporations in Taiwan: N/A. Subject is not among the Top 5000 Corporations in Taiwan.

### Industry Performance Chart





### Import & Export Value

	20XX	20XX	20XX
Export Value (USD 1,000,000)	2-3	1-2	0.5-1
Import Value (USD 1,000,000)	0.5-1	0-0.5	0.5-1

**Source:** Directory of Excellent Taiwan Exporters & Importers, Ministry of Economic Affairs.

### FINANCIAL PROFILE FOR YEARS 20XX: (NT\$1,000)

Financial Index	12/31/20XX
Paid-In Capital	306,000
Net Worth	313,300
Total Liabilities	208,700
Total Assets	522,000

### BUSINESS PERFORMANCE FOR YEARS 20XX: (NT\$1,000)

Financial Index	20XX/01 - 20XX/12
Net Revenue	154,000
Operating Income	4,300
Net Income	2,300

Please be noted that the above financial figures are:

20XX: Revenue is provided by subject while other figures are estimates.

### Financial indication of industry

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Industrial Code: 121100 (ELECTRONIC PASSIVE DEVICES)

Item	THE MAJOR FINANCIAL RATIOS	20XX MEDIAN
Financial Structure Analysis	Debt to Assets (%)	27.22
	Long Term Funds To Fixed Assets (%)	650.25
Liquidity Analysis	Current Ratio (%)	205.01
	Quick Ratio (%)	162.66
	Interest Coverage Ratio (Times)	43.66
Operating Performance Analysis	Receivable Turnover (Times)	3.87
	Average Collection Period	95.65
	Inventory Turnover (Times)	8.57
	Average Days to Sell Inventory	42.96
	Fixed Assets Turnover (Times)	5.52
	Total Assets Turnover (Times)	0.69
	Payable Turnover (Times)	6.35
	Average Payment Period	58.00
Return On Investment Analysis	Return On Total Assets (%)	7.88
	Return On Net Worth (%)	10.36
	Operating Profit Ratio (%)	6.66
	Income Before Tax To Paid up Capital (%)	20.71
	Operating Profit (%)	11.81
Cash Flow Analysis	Cash Flow Ratio (%)	23.53
	Cash Reinvestment Ratio (%)	3.50

The above information is based on the data from General Corporation Financial Analysis in Taiwan in 20XX published by CCIS.

## IMPORTANT NEWS FROM THE MEDIA

Sources indicate that no negative news related to subject has been found in the recent two years.

## GENERAL INFORMATION

### I, Industrial Trend

#### Passive Component

With the burst of credit crisis in Europe and America, global business climate becomes depressed. Due to uncertain terminal demand, companies have adjusted the inventory since Q3 20XX. Although stock has been headed ahead before National Day vacation of Mainland China, the momentum is not satisfactory and capacity utilization rate of whole passive components markers is declining in Q4 for order reduction. The price of MLCC in the 4th quarter is dropping by 3% -5% averagely.

Although total demand in the 4th quarter of 20XX is not satisfactory, dealers have a positive view towards the prospect of Ultrabook in 20XX still. Manufacturers point out that the super-light and thin PC -

Ultrabook will drive the consumption of small-sized products like XXXX, XXXX and XXXX, plus the increasing application amount, the prices and shipments will be kept stable. However, with uncertain economy, most of manufacturers are conservative to the operation in Q1 20XX.

## II、Financial and Solvency Status

Based on subject's financial year of 20XX:

### FINANCIAL SECURITY:

Self-own capital is enough for operation cost with reasonable external loans; financial structure is acceptable.

### CAPITAL TURNOVER:

Net worth turnover is 0.49 times that indicates the self-own capital management efficiency is not fully performed; the whole capital turnover activity is unsatisfactory.

### PROFITABILITY:

Gross profit is not high, and cost and expense management ability is unsatisfactory; current profit is thin.

## III、Current Operation & Prospect

### Business Contents:

Subject is engaged in the manufacture and sale of super capacitors for energy use. The needed materials are partly procured from manufacturers in Taiwan and partly imported from USA, Mainland China and Japan. In the aspect of sales, about 20% products are sold domestically via agency distributors while other 80% are exported to Europe, USA, Mainland China and Southeast Asia, with Europe and USA as major markets.

### Company's Features:

Subject's person-in-charge XXX, XXXX has already set up \*XXXXXXXXXXXXXXXXXXCO., LTD. in 1969 to be engaged in the manufacture and sale of electrolytic capacitors. Later to develop super capacitor business, he founded subject in 2003 and merged \*XXXXXXXXXXXXXXXXXXCO., LTD.. Subject took over the factory and equipments of \*XXXXXXXXXXXXXXXXXXCO., LTD. and cooperated with the leading super capacitor manufacturer Maxwell on technology to be a professional super capacitor manufacturer.

### Prospect:

Subject has reinforced to develop export since inception so the operation has been stable and business performance enjoys a continuous growth in recent years. Moreover, it indicated that it plans to keep expanding equipments to promote capacity and product quality as well as devote to the development of high value added products so as to develop new business field and further create business performance and profit. Looking into current status, subject should have a fair development in the future based on current manufacturing and sales foundation.

**Credit Line:**

The suggested maximum credit is US 2,000,000

**Note:** Subject refuses to provide the financial data.

Information used to compose this report: up to Feb. 20, 20XX

**- End of Report -**

<b>Economic Indicator</b>				
<b>Economic Indicator</b>				
ITEM/YEAR	20XX	20XX	20XX	20XX
Economic Growth Rate (%)	0.73	-1.93	10.88	4.03(a)
Population (people)	23,037,031	23,119,772	23,162,123	23,224,912(d)
GNP (US\$100,000,000)	4,101	3,899	4,432	4,815(b)
GNP Per Capita (US\$)	17,833	16,895	19,155	20,771(c)
Inflation (Annual Change of Consumer Price Index %)	3.53	-0.87	0.96	1.42(e)
Unemployment Rate (%)	4.14	5.85	5.21	4.39(f)

Source: Directorate General of Budget, Accounting and Statistics (DGBAS) of Executive Yuan, Central Bank of China  
 Note: (a,b,c)Forecast;(d)Dec.:(e,f)Jan.-Dec.

<b>Bounced Check for Not Sufficient Funds</b>				
ITEM/YEAR	20XX	20XX	20XX	20XX

Number	511,639	360,291	228,061	200,365
Number Percentage (%)	0.38	0.30	0.19	0.17
Amount(NT\$1,000,000)	136,783	93,370	62,584	69,827
Amount Percentage (%)	0.66	0.53	0.33	0.36

Source: Directorate General of Budget, Accounting and Statistics (DGBAS) of Executive Yuan, Central Bank of China

Note: 20XX/Jan.-Dec.

#### External Trade

ITEM/YEAR	20XX	20XX	20XX	20XX
Export Value (US\$1,000,000)	255,629	203,698	274,643	308,299
Annual Export Growth Rate (%)	3.63	-20.30	34.80	12.30
Import Value (US\$1,000,000)	240,448	174,663	251,395	281,605
Annual Import Growth Rate (%)	9.67	-27.40	44.20	12.10
Value of Export Orders (US\$1,000,000)	351,728	322,432	406,720	436,130
Annual Growth Rate of Export Orders (%)	1.70	-8.30	26.10	7.23

Source: Department of Statistics, Ministry of Finance

Note: 20XX/Jan.-Dec.

#### APPENDIX

##### BUSINESS TYPES (GRADES)

Unit Base: NT\$1,000

Business Size	Paid-In Capital	Net Revenue	Number of Employees	
			Manufacturing	Service\Others
Super Large	> 3,000,000	> 10,000,000	> 5,000	> 500
Large	> 500,000	> 1,000,000	> 1,000	> 150
	< 3,000,000	< 10,000,000	< 5,000	< 500
Medium	> 80,000	> 100,000	> 200	> 50
	< 500,000	< 1,000,000	< 1,000	< 150
Medium Small	> 5,000	> 10,000	> 10	> 5
	< 80,000	< 100,000	< 200	< 50
Small	< 5,000	< 10,000	< 10	< 5

Notes: 1a. Manufacturing – The grade is determined by referencing the highest position in the table for the three categories above (paid-in capital, number of employees and net revenue).  
 1b. Other industries-The grade is determined by referencing two of three categories above (paid-in capital, number of employees and net revenue).  
 2.Net Revenue is the sole criterion for Grade Selection for small and medium sized independent businesses.

##### SCORE CRITERIA FOR CREDIT RATING

Factor	Criterion	Score
Management Factors	Organizational Background/Management Capability	45
	Facilities & Sales	
Financial Factors	Financial Stability	35
	Turnover Capability	

	Profitability/Earning Ability	
Economy Factors	Trade Reference	20
	Current Operation	
	Future Prospect	
Total		100

Notes: 1.A score of 10 will be added or deducted from the Organizational Background category when any favorable or unfavorable record with the subject or its person-in-charge is identified.  
 2.No score will be graded for companies:  
 (1).In business operation for less than one year;  
 (2).Approved or applying for business dissolution;  
 (3).Offering information too scanty to merit credit rating.

### RATING & CORRESPONDING COMMENT

Score	Rating	Corresponding Comment
90~100	AA	Superior credit worthiness. Business transactions can be undertaken with high confidence.
80~89	A	Good credit worthiness. Under the present conditions, business transactions can be undertaken with confidence.
70~79	B+	Satisfactory credit worthiness. Normal business transactions are feasible under the present conditions.
60~69	B	Fair credit worthiness. Business transactions are recommended to be undertaken on a secured basis.
50~59	B-	Average credit worthiness. The company's limited assets demand that caution be exercised whenever undertaking sizable transactions.
30~49	C	Unsatisfactory credit worthiness. Caution must be exercised when engaging in any business transactions.
0~29	C-	Poor credit worthiness. Business transaction should be avoided.

### CCIS RISK INDEX

SAFE	L1	1.Trade volume can be increased by 21~30%.
		2.Credit line can be increased by 21~30%.
		3.In the case of an initial transaction, the trade volume and credit line with the subject can be 21~30% higher than those for average customers.
SAFE	L2	1.Trade volume can be increased by 16~20%.
		2.Credit line can be increased by 16~20%.
		3.In the case of an initial transaction, the trade volume and credit line with the subject can be 16~20% higher than those for average customers.
SAFE	L3	1.Trade volume can be increased by 11~15%.
		2.Credit line can be increased by 11~15%.
		3.In the case of an initial transaction, the trade volume and credit line with the subject can be 11~15% higher than those for average customers.
OBSERVING	M1	1.Trade volume can be increased by 6~10%.
		2.Credit line can be increased by 6~10%.
		3.In the case of an initial transaction, the trade volume and credit line with the subject can be 6~10% higher than those for average customers.
OBSERVING	M2	1.Trade volume can be increased by 5%.
		2.Credit line can be increased by 5%.
		3.In the case of an initial transaction, the trade volume and credit line with the subject can be 5% higher than those for average customers.

	M3	<p>1.It is recommended to keep the trade volume unchanged.</p> <p>2.It is recommended to keep the credit line unchanged.</p> <p>3.In the case of an initial transaction, the trade volume and credit line with the subject should be in par with those for customers of the same business size.</p>
DANGEROUS	H1	<p>1.Trade volume should be decreased by 20~30%.</p> <p>2.Credit line should be decreased by 20~30%.</p> <p>3.In the case of an initial transaction, the trade volume and credit line with the subject should be 20~30% lower than those for average customers.</p>
	H2	<p>1.Trade volume should be decreased by more than 30%, and transactions with the subject may warrant suspension.</p> <p>2.A credit line should not be granted.</p> <p>3.It is recommended to immediately secure methods of payment for better protection.</p>
	H3	<p>1.Business transaction with the subject is not recommended other than payment of cash in advance.</p> <p>2.No credit line should be granted.</p> <p>3.It is recommended to immediately secure methods of payment and to recall receivables and debts.</p>
	NA	The credit risk is not sufficiently known. Caution should be exercised when doing business with the subject.