

HARBIN TIAN DI REN MEDICAL SCIENCE & TECHNOLOGY CO., LTD. - 82685 PAGE NO. : 1

MIRA INFORM REPORT

Prepared for : SULEKHAB2B – CHENNAI
Your Ref. No.: --
Report No. : 82685
Inquiry Date : 30.06.2009
Report Date : 08.07.2009

INQUIRY DETAILS

Given Name : HARBIN TIANDIREN MEDICAL INC
Given Address : Room 1706, Diwang Building No. 30, Ganshui Road, Nangang District, China
Tel. No.: 86 451 53994064

IDENTIFICATION DETAILS

Name : HARBIN TIAN DI REN MEDICAL SCIENCE & TECHNOLOGY CO., LTD.
Registered Office : Room 1706, Diwang Building, No. 30, Ganshui Road, Nangang Development Zone, Harbin, Heilongjiang Province, 150090 PR
Country : China
Financials (as on) : 31.12.2008
Date of Incorporation : 10.10.2005
Com. Reg. No.: 230199400001268
Legal Form : Wholly Foreign-Owned Enterprise
Line of Business : Selling Medicine.

RATING & COMMENTS

MIRA's Rating : Ba

RATING	STATUS	PROPOSED CREDIT LINE
41-55 Ba	Overall operation is considered normal. Capable to meet normal commitments.	Satisfactory

Maximum Credit Limit : USD 1,000,000

Status : Satisfactory

Payment Behaviour : No Complaints

Litigation : Clear

HARBIN TIAN DI REN MEDICAL SCIENCE & TECHNOLOGY CO., LTD. - 82685 PAGE NO. : 2

NAME & ADDRESS

HARBIN TIAN DI REN MEDICAL SCIENCE & TECHNOLOGY CO., LTD.
ROOM 1706, DIWANG BUILDING, NO. 30, GANSHUI ROAD, NANGANG DEVELOPMENT ZONE, HARBIN,
HEILONGJIANG PROVINCE, 150090 PR CHINA
TEL: 86 (0) 451-53994064/87006045 FAX: 86 (0) 451-87006045

EXECUTIVE SUMMARY

INCORPORATION DATE : OCT. 10, 2005
REGISTRATION NO. : 230199400001268
REGISTERED LEGAL FORM : WHOLLY FOREIGN-OWNED ENTERPRISE
CHIEF EXECUTIVE : MR. LIU YANQING (CHAIRMAN)
STAFF STRENGTH : 55
REGISTERED CAPITAL : USD 24,640,000
BUSINESS LINE : TRADING
TURNOVER : CNY 6,920,000 (AS OF DEC. 31, 2008)
EQUITIES : CNY 177,540,000 (AS OF DEC. 31, 2008)
PAYMENT : AVERAGE
RECOMM. CREDIT RANGE : UP TO USD 1,000,000 (PERIODICAL REVIEW)
MARKET CONDITION : FAIR
FINANCIAL CONDITION : FAIRLY STABLE
OPERATIONAL TREND : FAIRLY STEADY
GENERAL REPUTATION : AVERAGE
EXCHANGE RATE : CNY 6.83 = USD1

Adopted abbreviations:

ANS - amount not stated
NS - not stated
SC - subject company (the company inquired by you)
NA - not available
CNY - China Yuan Renminbi

HARBIN TIAN DI REN MEDICAL SCIENCE & TECHNOLOGY CO., LTD. - 82685 PAGE NO. : 3

HISTORY

SC was registered as a wholly foreign-owned enterprise at local Administration for Industry & Commerce (AIC - The official body of issuing and renewing business license) on Oct. 10, 2005.

Company Status: Wholly foreign-owned enterprise

This form of business in PR China is defined as a legal person. It is a limited co. established within the territories of PR China with capital provided totally by the foreign investors. More than one foreign investor may jointly invest in a wholly foreign-owned enterprise. The investing party/parties solely exercise management, reap profit and bear risks and liabilities by themselves. This form of companies usually have a limited duration is extendible upon approval of Examination and Approval Authorities.

SC's registered business scope includes manufacturing Class II of 6864-2 medical health materials and dressing, such as dressing and materials for care; Class II of 6864-1 medical polymer materials and products, such as transfusion, blood transfusion apparatus and pipes; (in accordance with the permit) selling self-made commodities (excluding confined items)

SC is mainly engaged in selling medicine

Mr. Liu Yanqing is the legal representative, chairman and general manager of SC at present.

SC is known to have approx. 55 employees at present.

SC is currently operating at the above stated address, and this address houses its operating office in the commercial zone of Harbin. Our checks reveal that SC rents the total premise about 80 square meters.

WEB SITE

<http://www.mgjzyy.com.cn/> The website belongs to SC's parent company. The design is professional and the content is well organized. At present the web site is in Chinese version.

Email: tdoffice@163.com

KEY EVENTS/RECENT DEVELOPMENT

Changes of its registered information are as follows:

Date of change	Item	Before the change	After the change
2008	Registration capital	USD 2,640,000	Present amount

***To what extent is your company affected by the current Credit Crisis?**

According to SC's accountant Ms. Liu, the economic crisis has great influence on SC.

Till December 31, 2008, SC's paid-up capital was CNY 175,120,000.

HARBIN TIAN DI REN MEDICAL SCIENCE & TECHNOLOGY CO., LTD. - 82685 PAGE NO. : 4

OWNERSHIP/MANAGEMENT

MAIN SHAREHOLDER:

<i>Name</i>	<i>% of Shareholding</i>
American California Pharmaceutical Group, Inc	100

Web: <http://www.mgjzyy.com.cn/>

MANAGEMENT

● ***Legal representative, Chairman and General Manager:***

Mr. Liu Yanqing, born in 1963 with university education. He is currently responsible for the overall management of SC.

Working Experience(s):

At present Working in SC as legal representative, chairman and general manager.

BUSINESS OPERATIONS

SC is mainly engaged in selling medicine.

SC's products mainly include: ointment, anti-smoking patch, health supplement, etc.

SC sources its materials 100% from domestic market. SC sells 80% of its products in domestic market, and 20% to overseas market.

The buying terms of SC include Check, T/T and Credit of 30-60 days. The payment terms of SC include T/T, L/C and Credit of 30-60 days.

*Major customer:

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Shandong Medicinal Materials Co.

*Major Supplier:

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Harbin Hongshun Self-Adhesive Color Printing Co., Ltd. (in Chinese Pinyin)

RELATED COMPANIES

SC is known to invest the following companies:

Heilongjiang Tianlong Pharmaceutical Co., Ltd. (in Chinese Pinyin)

Heilongjiang Haina Pharmaceutical Co., Ltd. (in Chinese Pinyin)

Etc.

HARBIN TIAN DI REN MEDICAL SCIENCE & TECHNOLOGY CO., LTD. - 82685 PAGE NO. : 5

PAYMENT

Overall payment appraisal :

Excellent Good Average Fair Poor Not yet determined

The appraisal serves as a reference to reveal SC's payments habits and ability to pay. It is based on the 3 weighed factors: Trade payment experience (through current enquiry with SC's suppliers), our delinquent payment records and our debt collection record concerning SC.

Trade payment experience : SC's supplier refused to make any comments.

Delinquent payment record : None in our database.

Debt collection record : No overdue amount owed by SC was placed to us for collection within the last 6 years.

BANKING

Bank of Harbin

AC#: 164040806109016

Relationship: Normal

HARBIN TIAN DI REN MEDICAL SCIENCE & TECHNOLOGY CO., LTD. - 82685 PAGE NO. : 6

FINANCIAL HIGHLIGHTS

Balance Sheet

Unit: CNY'000	as of Dec. 31, 2007	as of Dec. 31, 2008
Cash & bank	1,570	7,270
Inventory	8,130	10,200
Accounts receivable	4,490	4,200
Advances to suppliers	70	70
Other Accounts receivable	250	132,750
To be apportioned expense	70	320
Other current assets	40	20
	-----	-----
Current assets	14,620	154,830
Fixed assets net value	3,850	3,820
Projects under construction	280	400
Long term investment	4,990	31,890
Other assets	7,650	12,550
	-----	-----
Total assets	31,390	203,490
	=====	=====
Short loans	0	0
Accounts payable	2,070	1,760
Accrued payroll	60	60
Welfare payable	0	0
Taxes payable	40	-240
Other Accounts payable	6,490	18,550
Withdraw the expenses in advance	0	0
Other current liabilities	70	0
	-----	-----
Current liabilities	8,730	20,130
Long term liabilities	5,820	5,820
Other liabilities	0	0
	-----	-----
Total liabilities	14,550	25,950
Equities	16,840	177,540
	-----	-----
Total liabilities & equities	31,390	203,490
	=====	=====

Income Statement

Unit: CNY'000	as of Dec. 31, 2008
Turnover	6,920
Cost of goods sold	4,070
Sales expense	1,090
Management expense	2,550
Finance expense	-50
Profit before tax	-770
Less: profit tax	0
Profits	-770

HARBIN TIAN DI REN MEDICAL SCIENCE & TECHNOLOGY CO., LTD. - 82685 PAGE NO. : 7

Important Ratios

	As of Dec. 31, 2007	As of Dec. 31, 2008
*Current ratio	1.67	7.69
*Quick ratio	0.74	7.18
*Liabilities to assets	0.46	0.13
*Net profit margin (%)	/	-11.13
*Return on total assets (%)	/	-0.38
*Inventory /Turnover x365	/	538 days
*Accounts receivable/Turnover x365	/	222 days
*Turnover/Total assets	/	0.03
* Cost of goods sold/Turnover	/	0.59

FINANCIAL COMMENTS

PROFITABILITY: FAIR

- The turnover of SC appears fair in its line in 2008.
- SC's net profit margin is fair in 2008.
- SC's return on total assets is fair in 2008.
- SC's cost of goods sold is low, comparing with its turnover.

LIQUIDITY: AVERAGE

- The current ratio of SC is maintained in a normal level in 2007 and 2008.
- SC's quick ratio is maintained in a fair level in 2007 and normal in 2008.
- The inventory of SC appears fairly large.
- The accounts receivable of SC appears average.
- SC has no short-term loan in 2007 and 2008.
- SC's turnover is in a fair level, comparing with the size of its total assets.

LEVERAGE: AVERAGE

- The debt ratio of SC is low.
- The risk for SC to go bankrupt is average.

Overall financial condition of the SC: Fairly Stable.

REMARKS

SC is considered medium-sized in its line with fairly stable financial conditions. According to SC's accountant, the economic crisis has great influence on SC. A credit line up to USD 1,000,000 would appear to be within SC's capacities upon a periodical review basis.

HARBIN TIAN DI REN MEDICAL SCIENCE & TECHNOLOGY CO., LTD. - 82685 PAGE NO. : 8

NOTES:

Any query related to this report can be made on e-mail: infodept@mirainform.com while quoting report number, name and date.

FOREIGN EXCHANGE RATES

Currency	Unit	Indian Rupees
US Dollar	1	Rs.48.52
UK Pound	1	Rs.78.58
Euro	1	Rs.67.60

RATING EXPLANATIONS

RATING	STATUS	PROPOSED CREDIT LINE
>86	Aaa Possesses an extremely sound financial base with the strongest capability for timely payment of interest and principal sums	Unlimited
71-85	Aa Possesses adequate working capital. No caution needed for credit transaction. It has above average (strong) capability for payment of interest and principal sums	Large
56-70	A Financial & operational base are regarded healthy. General unfavourable factors will not cause fatal effect. Satisfactory capability for payment of interest and principal sums	Fairly Large
41-55	Ba Overall operation is considered normal. Capable to meet normal commitments.	Satisfactory
26-40	B Unfavourable & favourable factors carry similar weight in credit consideration. Capability to overcome financial difficulties seems comparatively below average.	Small
11-25	Ca Adverse factors are apparent. Repayment of interest and principal sums in default or expected to be in default upon maturity	Limited with full security
<10	C Absolute credit risk exists. Caution needed to be exercised	Credit not recommended
NR	In view of the lack of information, we have no basis upon which to recommend credit dealings	No Rating

This score serves as a reference to assess SC's credit risk and to set the amount of credit to be extended. It is calculated from a composite of weighted scores obtained from each of the major sections of this report. The assessed factors and their relative weights (as indicated through %) are as follows:

*Financial condition (40%)
Credit history (10%)*

*Ownership background (20%)
Market trend (10%)*

*Payment record (10%)
Operational size (10%)*