

Business Information Report

This report prepared by D&B China is sent to answer your inquiry on:

Anhui LEAD-WIN New Energy Technology Co., Ltd

D-U-N-S® NUMBER: 40-408-3852

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Inquiry Date : Apr 11,2023
Inquiry Subject : 安徽领域新能源科技有限公司
Inquiry Address : -
Inquiry Phone : (P)18056637597
Inquiry Reference : CUSTSR

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Business Information Report

Anhui LEAD-WIN New Energy Technology Co., Ltd

Report compiled Apr 14, 2023

IDENTIFICATION & SUMMARY

Identification

| | |
|-----------------------|---|
| Company Name | Anhui LEAD-WIN New Energy Technology Co., Ltd |
| Official English Name | Yes |
| Chinese Name | 安徽领域新能源科技有限公司 |
| DUNS® Number | 40-408-3852 |
| Address | Floor 1, No.8-5 Shushan International Business Association, Liando U Valley, No.1499 Zhenxing Road, Shushan District Hefei Anhui |
| Postal Code | 230000 |
| Address (Chinese) | 蜀山区振兴路1499号联东U谷蜀山国际企业港8-5号1楼 合肥市 安徽省 |
| Telephone | 0551 6500581 |
| Type of Business | a limited liability company (sole proprietorship of natural person) |
| Year Started | 2018 |
| History | Clear (Complete Shareholder(s) and management information) |
| Exports | Yes |
| Employees | 150 (Total) 150 (Here) |
| Principal | Ruiyuan ZHOU / General Manager |
| US SIC Code | 3691 0000 |
| Primary Business | Storage batteries |

Risk Summary

| | |
|------------------------------|-----------------|
| RISK EVALUATION | |
| EMMA Score | 5 |
| D&B Rating | 3AA2(PRV. 3AA-) |
| D&B PAYDEX® | 90 |
| LEGAL EVENTS | |
| Litigation Records | 0 |
| PRINCIPAL INFORMATION | |
| Principal(s) | 2 |
| PAYMENT INFORMATION | |
| Trade References | 3 |
| COMPANY KEY EVENTS | |
| History Changes | 2 |
| Media Records | 2 |
| FINANCIAL SUMMARY | |
| Registered Capital | RMB 10,000,000 |

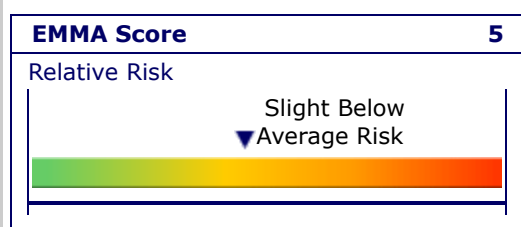
CURRENCY

All monetary amounts quoted in this report are shown in Renminbi(RMB) unless otherwise stated.

REMARK

"-" stands for "Insufficient information" or "No comments".

Risk Assessment



| | |
|-----------------------|---|
| D&B Rating | 3AA2 (Previous 3AA-) |
| Financial Strength | 3AA (Registered Capital 8,500,000 - 84,999,999) |
| Composite Appraisal | 2 Good |

PAYDEX of This Business 90

0 100

Late Payment Risk: **Low**Payment Avg. **within trade discount period**

EMMA Score predicts the possibility of a business in perilous status of instability or unreliability, such as poor financials, delay payment, stale inventory, abnormal operational status, etc., it is based on a scale of 1 (the lowest risk) to 10 (the highest risk). Subject's EMMA score is '5', indicating Slight Below Average Risk.

D&B Rating assesses enterprises' financial strength and credit condition and determines their credibility. Subject's D&B Rating is 3AA2 (indicating Financial Strength: Registered Capital 8,500,000 - 84,999,999) and its composite credit appraisal is 2 (Good).

D&B PAYDEX® is obtained according to enterprises' historical payment habit. Subject's PAYDEX® is '90', which shows within trade discount period on average and indicates the Low Risk of Late Payment.

Company Overview

Subject is a limited liability company (sole proprietorship of natural person), which was established in 2018. Subject is mainly engaged in the research and development, production, sales and leasing of new energy power batteries. Currently, subject owns around 150 staff.

Current Investigation

On Apr 14, 2023, Peng Hu (Tel: 1805663****) confirmed partially operational and historical data in this report. Other information was obtained from a third-party source and last investigation.

Generally in China, the information in our reports is collected and validated through telephone interview with subject, review of public websites of the business and acquisition of data that is publicly available by the Chinese Government.

History Changes

| Date | Event |
|--------------|-------------------------------|
| Mar 23, 2020 | Registered Address Changed |
| -- | Integration of Three Licenses |

RISK ANALYSIS**EMMA Score****EMMA Score Analysis**

Subject's EMMA score is mainly impacted by the following risk drivers:

- Trade experiences within 12 months indicate subject has low percent of slow payment in amount, indicating lower risk level.
- Subject is a limited liability company (sole proprietorship of natural person), which is classified as a lower risk type of business.
- Subject has a relatively short history of 5 years, denoting a higher risk level.
- Subject PAYDEX® shows payment behaviour of the company is good, indicating lower risk.

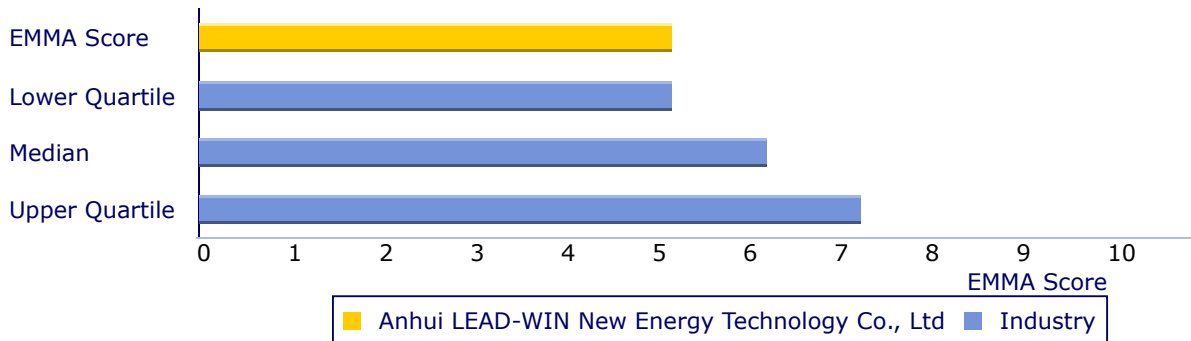
EMMA Score
5

By evaluating all risk factors, the company is assigned with EMMA score of "5", indicating "Slight Below Average Risk".

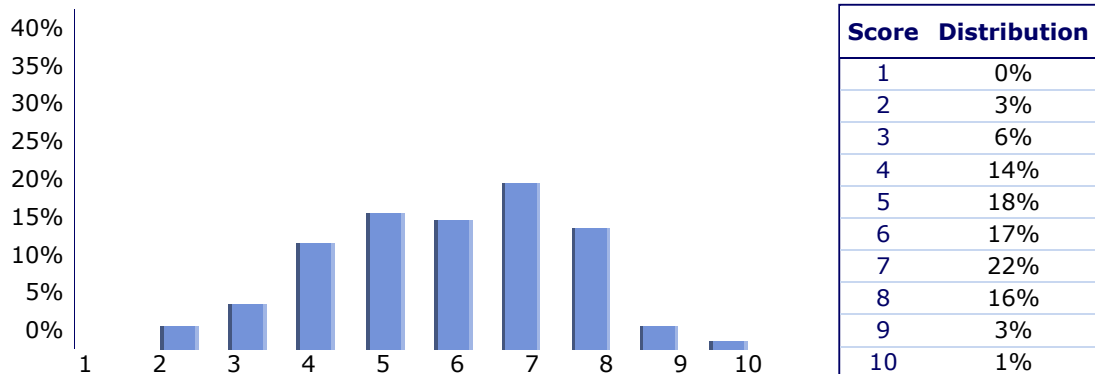
Industry Norm Grouping

| | | | |
|---|-------------------|--|---|
| Industry Group SIC | 3691 | | |
| Industry Group Description | Storage batteries | | |
| Industry Group EMMA Score Quartile Values | Lower Quartile | | 5 |
| | Median | | 6 |
| | Upper Quartile | | 7 |

Company Risk Vs Industry Norm Chart



Distribution of EMMA Score in D&B China's Database



Note: please refer to the report appendix for the principle and major factors of D&B China EMMA Score.

Risk Assessment Matrix

| PAYDEX | Risk Range | | |
|------------------|---------------------|---------------------------------|-----------------------|
| | Low (EMMA 1 - 3) | Medium (EMMA 4 - 7) | High (EMMA 8 - 10) |
| PAYDEX ≥ 80 | AA | BA (Subject lies in this group) | CA |
| 80 > PAYDEX ≥ 60 | AB | BB | CB |
| PAYDEX < 60 | AC | BC | CC |

Interpretation and Analysis of Risk Assessment Matrix

| Classifications | Risk Level | Description | Credit Policy |
|-------------------|------------|---|---|
| Quality group | AA->AB | Business is sound, and the bills are paid promptly with good credit reputation. | Favorable credit policy can be granted with automatic approval. |
| Medium risk group | BA->BB->AC | Business is operated under medium risk, and some delay payment behaviors exist. | Appropriate credit policy is suggested with some manual review. |
| High risk group | CA->BC->CB | Business is operated under high risk, and some severe delay payment | Relatively strict credit policy is suggested with detailed |

| | | | | | | | |
|--------------|----------|----------|-------------|-----------|-----------|-----------|-----------|
| <50,000 | 3 | 0 | 100% | 0% | 0% | 0% | 0% |
| TOTAL | 3 | 0 | 100% | 0% | 0% | 0% | 0% |

Note: Above Trade Payment Experiences Summary is derived by analysis trade payment experiences details within 24 months.

Trade Payment Experiences Details (Max. 100 records displayed)

(Amounts may be rounded to the nearest figure in prescribed ranges)

| Date | Paying Record | High Credit | Now Owes | Past Due | Selling Terms | Last Sale |
|-------------|---------------|-------------|----------|----------|---------------|-----------|
| Apr 14,2023 | Prompt | 2,500,000 | 0 | 0 | Cash | -- |
| Apr 14,2023 | Prompt | 500,000 | 0 | 0 | Cash | -- |
| Apr 14,2023 | Prompt | 400,000 | 0 | 0 | Cash | -- |

Note: The above payment record reflects how accounts are paid in relation to the terms granted. Slow-30, for example, indicates a 30 day term where 30 additional days are taken. In some instance, payment beyond terms can be the result of disputes over merchandise, lost invoices, etc

HISTORY

Registration

| | |
|----------------------------------|---|
| Registration Date | Aug 24,2018 |
| Registered At | Hefei Shushan Dist.Administration For Market Regulation |
| Unified Social Credit Identifier | 91340100MA2T1BBG3F |
| License Expiry Date | Aug 23,2048 |
| Enterprise Registration Status | in good standing (in operation, open and registered) |
| Enterprise Management Status | open |
| Registered Capital | RMB 10,000,000 |
| Paid-up Capital | RMB 0 |
| Business Started | 2018 |
| Type of Business | a limited liability company (sole proprietorship of natural person) |
| Registered Address | Floor 1, No.8-5, East U Gushushan International Qiyegang, No.1499, Zhenxing Road, Shushan District |
| Legal Representative | Ruiyuan Zhou |
| Business Scope | R&D, production, sales and leasing of new energy power batteries; sales and maintenance of new energy vehicle power module systems, energy storage batteries, fuel cells, batteries, battery raw materials and parts, lithium batteries, electric vehicles and their parts; smart Technology development, technical consultation, technical services, and technology transfer of robots, smart logistics vehicles, and new energy vehicles; self-operated or agent import and export of various commodities and technologies (except for commodities and technologies that are restricted by the state to operate or prohibited from import and export) . (Projects subject to approval according to law can only be operated after approval by relevant departments) |

Shareholder(s)

Shareholding Structure

| Name | Region/Country | Shares | Investment Mode | Paid-Up Rate |
|---------------------|----------------|-------------|-----------------|----------------|
| Ruiyuan Zhou 周瑞远 | China | 100.00% | Cash | not fully paid |
| Total | | 100% | | |

Above registration information was obtained from official registry source on Apr 12,2023 .

Comment:

- The 2021 annual report of subject is published on Jun 01,2022 .

History Changes

Registered Address Changed

From: 2117, Tower Office, Investment Innovation Center, No. 2809 Innovation Avenue, High-tech Zone, Hefei

To: Floor 1, No.8-5, East U Gushushan International Qiyegang, No.1499, Zhenxing Road, Shushan District(Current Registered Address) On(in) Mar 23,2020

Integration of Three Licenses

From: Business Registration No.: 340191000173447
National Organization Code: Not obtained
Tax No.: Not obtained

To: Unified Social Credit Identifier:
91340100MA2T1BBG3F

History Summary

Ruiyuan Zhou and registered subject with Hefei Shushan Dist.Administration For Market Regulation Administration for Industry & Commerce in Aug.2018., Ruiyuan Zhou acted as the legal representative. Registered capital is RMB 10,000,000 at present.

PRINCIPALS

Principal(s)

Ruiyuan ZHOU - General Manager/Legal Representative

周瑞远

Gender Male
Related Working Experience 5 Year+

Peng HU - Supervisor

胡鹏

OPERATIONS

Line of Business

Subject is mainly engaged in the research and development, production, sales and leasing of new energy power batteries.

US SIC Code 3691 0000 Storage batteries

Brands

Brands Owned LYBESS
Magi-C
elecvigor

Awards & Certifications

Awards & Certifications Name GB/T 19001-2016/ISO 9001:2015

Date Awarded 2021/3/23

Date Expired 2024/3/22

Ranking

| Date | Content | No. | Source |
|------|---|-----|--|
| 2021 | Technology-Based Small and Medium Enterprise (in no particular order) | | Department of Science & Technology of Anhui Province |
| 2022 | Technology-Based Small and Medium Enterprise (in no particular order) | | Department of Science & Technology of Anhui Province |

Products & Services

| Product Name | Maximum Productivity | Percent |
|--|----------------------|---------|
| Vehicle Power Lithium Battery | | 30% |
| Household wall-mounted energy storage lithium battery | | 15% |
| Household stacked energy storage lithium battery | | 15% |
| Household 48V energy storage lithium battery | | 15% |
| 12V lithium battery | | 20% |
| Industrial and commercial energy storage lithium battery | | 5% |

Subject owns 300 sets of manufacturing equipments made in China.

Subject owns 6 production lines made in China.

Annual Output

| Product Name | Amount | Year |
|--|--------|------|
| Vehicle Power Lithium Battery | 280MWh | 2022 |
| Household wall-mounted energy storage lithium batt | 120MWh | 2022 |
| Household stacked energy storage lithium battery | 100MWh | 2022 |
| Household 48V energy storage lithium battery | 150MWh | 2022 |
| 12V lithium battery | 240MWh | 2022 |
| Industrial and commercial energy storage lithium b | 40MWh | 2022 |

Annual Output Value

| Product Name | Output Value | Year |
|--|-----------------|------|
| Vehicle Power Lithium Battery | RMB 280,000,000 | 2022 |
| Household wall-mounted energy storage lithium batt | RMB 118,000,000 | 2022 |
| Household stacked energy storage lithium battery | RMB 98,000,000 | 2022 |

| | | |
|--|-----------------|------|
| Household 48V energy storage lithium battery | RMB 148,000,000 | 2022 |
| 12V lithium battery | RMB 235,000,000 | 2022 |
| Industrial and commercial energy storage lithium b | RMB 40,000,000 | 2022 |

Annual Sales

| Product Name | Sales | Year |
|--|--------|------|
| Vehicle Power Lithium Battery | 280MWh | 2022 |
| Household wall-mounted energy storage lithium batt | 118MWh | 2022 |
| Household stacked energy storage lithium battery | 98MWh | 2022 |
| Household 48V energy storage lithium battery | 148MWh | 2022 |
| 12V lithium battery | 235MWh | 2022 |
| Industrial and commercial energy storage lithium b | 40MWh | 2022 |

Purchasing

Purchase Territory

| Area | Percent | Region/Country |
|---------------------------|---------|---------------------------------|
| Domestic (Mainland China) | 100% | Shandong Jiangsu Anhui Shanghai |

Suppliers Number 200

Major Suppliers

| Area | Name | DUNS |
|---------------------------|---|-------------|
| Domestic (Mainland China) | Nanjing Zhongbi New Energy Technology Co., Ltd. | 71-247-6286 |
| Domestic (Mainland China) | Shanghai Enjie Electronic Technology Co., Ltd. | 41-627-9902 |
| Domestic (Mainland China) | Anhui Udan Technology Co., Ltd. | 54-154-7396 |

Selling

Sales Territory

| Area | Percent | Region/Country |
|---------------------------|---------|---|
| Domestic (Mainland China) | 40% | Zhejiang Hubei Shandong |
| Overseas | 60% | South East Asia (30%) Africa (40%) Europe (25%) |

Customer Type

| Customer Total | 120 |
|----------------|---------|
| Type | Percent |
| Trading Firms | 30% |
| Manufacturers | 15% |
| Wholesalers | 10% |
| Others | 45% |

Major Customers

| Area | Name | DUNS |
|---------------------------|---|-------------|
| Domestic (Mainland China) | Dongfeng Yuexiang Technology Co., Ltd. | 72-401-5328 |
| Domestic (Mainland China) | Shandong CRRC Huateng Environmental Technology Co.,Ltd. | 52-802-4523 |
| Domestic (Mainland China) | Shanghai Jiyu Technology Co., Ltd. | 71-199-7444 |

Employees

Employee Size

| Type | Number | Source |
|--------------------------|------------|-----------------------|
| Employees (Total) | 150 | Subject entity |
| Employees (Here) | 150 | |
| Sales Person | 10 | |
| Plant Worker | 70 | |
| Administrative Staff | 20 | |
| Financial Staff | 4 | |
| Technician | 30 | |

Employee Size from Different Sources

China D&B collects the employee size of subject company from multiple sources and selects the most reliable data from them according to the data validity rules for enterprise risk assessment. The employee size from different sources listed below is for reference only.

| Employee Size | As By | Source |
|---------------|-------|---------------------------------|
| 6 | 2021 | Annual Report - Social Security |

Operations Summary

Subject is mainly engaged in the research and development, production, sales and leasing of new energy power batteries. Currently, subject owns 300 sets production equipment and 6 production lines. Major products include Vehicle Power Lithium Battery, Household wall-mounted energy storage lithium battery, Household stacked energy storage lithium battery, Household 48V energy storage lithium battery, 12V lithium battery and Industrial and commercial energy storage lithium battery. Subject was awarded GB/T 19001-2016/ISO 9001:2015 certificate.

Subject's products 40% are sold in Domestic (Mainland China) market, 60% are exported. export country/region mainly include South East Asia, Africa and Europe. Major brands include "LYBESS", "Magi-C"and "elecvigor". Subject's major customer includes Dongfeng Yuexiang Technology Co., Ltd. , Shandong CRRC Huateng Environmental Technology Co.,Ltd. and etc.

Subject's purchasing 100% are in Domestic (Mainland China) market. Subject's major suppliers include Nanjing Zhongbi New Energy Technology Co., Ltd., Shanghai Enjie Electronic Technology Co., Ltd. and etc.

Location

Principal Place of Business

| | |
|----------------------|--------------------|
| Location Description | An industrial area |
| Land Area | 12000 sqm |
| Used as | Office and factory |
| Occupation Type | Rents |

Other Place of Business

| | |
|---------|--|
| Type | REGISTERED ADDRESS |
| Address | Floor 1, No.8-5, East U Gushushan International Qiyegang, No.1499, Zhenxing Road, Shushan District |

FINANCE & BANKING

Finance

Please note that any financial information (such as financial statements) included in this report was obtained with the company's consent or from the stock exchange. If no financial information is provided in this report, it is because the company did not provide its consent to have such information disclosed. Pursuant to the Interim Regulations on the Public Disclosure of Enterprise Information, issued by the State Council and effective from 1 October 2014, companies will no longer be required to submit their financial statements to the Administration for Market Regulation. Instead, only limited financial figures of the company will be reported to the Administration for Market Regulation, and such figures will be made available in reports only if the company itself has consented to the disclosure of such financial figures. These new requirements affect all company financial information for the 2013 financial year and onward, and as such, financial statements should no longer be available in any reports for the 2013 financial year and onward, unless the company itself has provided such statements and consented to the disclosure of such statements, or the company's financial statement has been published on a stock exchange.

Banking

The company maintains relationship(s) with the following bank(s) in China:

CHINA CONSTRUCTION BANK Hefei Chengxi Sub-branch

During this current investigation, the bank account numbers of subject are not available.

INDUSTRY HIGHLIGHTS

Industry Highlights

| | |
|--------|--|
| Date | Jun 01, 2022 |
| Source | Statistics Authorities |
| Detail | <p>In terms of production, in 2021, among the main products of China's battery manufacturing industry, the output of lithium-ion batteries was 23.264 billion, an increase of 23.45% year-on-year, of which the output of 2.312 billion in December was completed, an increase of 6.74%; the output of solar cells (photovoltaic cells) was 234.054 million kilowatts, an increase of 48.41% year-on-year, of which the output of 22.685 million kilowatts was completed in December, an increase of 11.24% year-on-year.</p> <p>In 2021, the export value of primary batteries reached 2.407 billion US dollars, an increase of 6.13% year-on-year; the export value of batteries reached 32.648 billion US dollars, an increase of 67.06% year-on-year. 198 million lead-acid batteries in batteries were exported, with an export amount of 3.578 billion US dollars, an increase of 16.97% year-on-year; 3.201 billion solar cells were exported, the export amount reached 28.459 billion US dollars, an increase of 43.73% year-on-year.</p> <p>In 2021, China's lithium-ion battery industry made the deepening of supply-side structural reform as the main line, accelerated the modernization level of the industrial chain supply chain, achieved sustained and rapid growth of the whole industry, and continuously improved the supply capacity of advanced products, which strongly supported the work of "carbon peak carbon neutrality".</p> |
| Date | Jul 05, 2021 |
| Source | Statistics Authorities |
| Detail | <p>From the perspective of production, in 2020, among the main products of China's battery manufacturing industry, the output of lithium-ion batteries was 18.845 billion pieces (with an increase of 19.80% year-on-year), of which the output in December was 2.166 billion pieces (with an increase of 33.37% year-on-year); the output of solar cells (photovoltaic cells) was 157.286 million kilowatts (with an increase of 22.29% year-on-year), of which 20.392 million kilowatts were completed in December (with an increase of 53.27% year-on-year); the production of primary batteries and primary battery packs was 40.84 billion pieces (with an increase of 1.95% year-on-year), of which the output in December was 4.17 billion pieces (with an increase of 12.10% year-on-year).</p> <p>In 2020, the export value of primary batteries reached USD 2.268 billion (with an increase of 7.08% year-on-year) and the export value of storage batteries reached USD 19.543 billion (with an increase of 18.93% year-on-year). Among the storage batteries, 169 million pieces of lead-acid batteries were exported and the export value reached USD 3.059 billion (with a year-on-year increase of 5.56%); 2.722 billion pieces of solar cells were exported and the total export value was USD 19.8 billion, with the year-on-year increase of 3.28%.</p> |

In terms of efficiency, from January to December 2020, the operating income of battery manufacturing enterprises above designated size in the country was RMB 798.68 billion yuan (with the year-on-year decrease of 2.19%) and the total profit reached RMB 42.67 billion yuan (with the year-on-year increase of 24.00%).

PUBLIC RECORDS

Litigation Records

As of Apr 14, 2023, SDBC has searched the China Court website, website of local court in the place where subject is located, major domestic courts websites as well as our internal China court database, but no related court records can be found against the subject within 5 years.

Remark: The above mentioned channels are currently publicly available ones to search for the court records against China enterprises. However, due to lack of a centralized database in mainland China that covers all Chinese enterprises' litigation records, partial cases against subject might not be available.

Media Records

News Clipping

| | | |
|---|------|--------------|
| Publication | Date | Apr 25, 2022 |
| internet--Anhui Lingyu New Energy Technology Co., Ltd. is included in the list of the 2nd Batch of Anhui Small and Medium-sized Scientific and Technological Enterprises. | | |

| | | |
|-------------|------|--------------|
| Publication | Date | Nov 08, 2021 |
|-------------|------|--------------|

APPENDICES

SDBC EMMA Score

D&B EMMA Score (Emerging Market Mediation Alert Score) is a risk assessment model developed for emerging market countries. It is a score developed by data profiling approach and statistical modeling, which predicts the possibility of a business in perilous status of instability or unreliability, such as poor financials, delay payment, stale inventory, abnormal operational status, etc. The EMMA Score provides you with a quick assessment of a business' risk standing, and when used together with other information, allows you to make better risk decisions.

The EMMA Score is based on a scale of 1 to 10, where 1 represents a lower risk and 10 a higher risk.

EMMA Score for China is initially rolled out in May 2009, derived from the sample analysis of millions of company records. When using the Score to make individual applicant decisions, a customized version of this table based on an analysis of the Score against your customer account portfolio is recommended. It does not necessarily mean doing business with a company, which is assigned with higher Risk Score, will result in increased risk.

Considering the particularity of Chinese business environment and in order to make EMMA Score analyze and reflect risk factors of Chinese enterprises more appropriately, SDBC conducted an optimization and adjustment toward EMMA Score in the first half of 2012, combined PAYDEX® to appraisal model as an important risk evaluating dimension and will try harder to deeply reflect the internal factors of enterprise risk. The optimized EMMA Score makes the scores more scientifically and effectively reflect the risk characteristics of current China as an emerging market and more objectively and deeply reflect risk level of Chinese enterprises.

EMMA Score for China is calibrated on regular basis following D&B Global Modeling Methodology that captures business environmental change in China caused by macro economy shift and particular systematic events.

SDBC EMMA Score Commentary

| Risk Range | EMMA Score | % of Report in Database | % of High Risk Business | Commentary |
|--------------------|------------|-------------------------|-------------------------|--------------------|
| Low Risk Scores | 1-3 | 28.9% | 5.7% | Lower Risk Range |
| Medium Risk Scores | 4-7 | 56.7% | 9.1% | Average Risk Range |
| High Risk Scores | 8-10 | 14.4% | 36.4% | High Risk Range |

The Key Drivers of the EMMA Score include the following:

Business Information

Geographical Information

- Business Type
 - Line of Business
 - Employee Size
 - Sales Territory
 - Registered Capital
 - Year of Establishment
 - History Status
 - Property Ownership
 - Region & Province
- Public Record**
- Number of Negative Record
- Payment Information**
- Percentage of Overdue Payment
 - Company/Industry PAYDEX®

EMMA Score Application

- *Low EMMA Score* - May proceed to process the applicant quickly with minimal or no manual review depending on the extent of score validation analysis.
- *Medium EMMA Score* - Medium Risk Scores - Recommend a manual review of the applicant based on the applicant's capacity, your internal policy and risk tolerance.
- *High EMMA Score* - High Risk Scores - Requires thorough manual review of potential decline, or approval depending on the applicant's capacity, your internal policy and risk tolerance.

Sample Data Analysis of Risk Assessment Matrix Database

Risk Matrix Sample Distribution

| PAYDEX | Risk Range | | |
|------------------|------------|--------|-------|
| | Low | Medium | High |
| PAYDEX ≥ 80 | 13.6% | 12.6% | 0.5% |
| 80 > PAYDEX ≥ 60 | 15.2% | 28.7% | 1.7% |
| PAYDEX < 60 | 0.1% | 15.4% | 12.2% |

Possibility of High Risk Enterprise

| PAYDEX | Risk Range | | |
|------------------|------------|--------|-------|
| | Low | Medium | High |
| PAYDEX ≥ 80 | 5.8% | 8.4% | 9.1% |
| 80 > PAYDEX ≥ 60 | 5.6% | 8.4% | 14.5% |
| PAYDEX < 60 | 5.6% | 11.1% | 40.4% |

Interpretation and Analysis of Risk Assessment Matrix

| Classifications | Risk Level | Description | Credit Policy |
|-------------------|------------|--|---|
| Quality group | AA->AB | Business is sound, and the bills are paid promptly with good credit reputation. | Favorable credit policy can be granted with automatic approval. |
| Medium risk group | BA->BB->AC | Business is operated under medium risk, and some delay payment behaviors exist. | Appropriate credit policy is suggested with some manual review. |
| High risk group | CA->BC->CB | Business is operated under high risk, and some severe delay payment behaviors exist. | Relatively strict credit policy is suggested with detailed manual review. |
| Monitoring group | CC | Business is run under high risk or with high possibility of windup, and the bills are unable to be paid in time. | Avoid credit sales. Cash settlement is suggested. |

*Risk levels are listed in order of risk from low to high.

Risk Assessment Matrix is the tool for investigating the insight of subject combined with EMMA Score and PAYDEX®. EMMA Score can indicate the risk level of subject. With the help of PAYDEX®, one can also further analysis subject's risk and find out the internal factors causing risks based on the payment records of subject. In summary, the assessment matrix can make further insightful analysis towards the enterprises with similar EMMA Scores.

When using EMMA Score and Risk Assessment Matrix, the combination of other information, such as internal assessment policy of enterprise, commercial information provided by SDBC, and feedback from the people who directly contacts with subject, etc., is recommended. With these information, it will allow you to be more convenient to make risk decisions.

D&B Rating

D&B Rating Interpretation Tables

| Financial Strength | | | Composite Credit Appraisal | | | | |
|--------------------|---|--------------------------|----------------------------|------|------|---------|--------------|
| Tangible Net worth | Registered Capital | Renminbi (RMB) | Strong | Good | Fair | Limited | Undetermined |
| 5A | 5AA | > 450,000,000 | 1 | 2 | 3 | 4 | - |
| 4A | 4AA | 85,000,000 - 449,999,999 | 1 | 2 | 3 | 4 | - |
| 3A | 3AA | 8,500,000 - 84,999,999 | 1 | 2 | 3 | 4 | - |
| 2A | 2AA | 6,500,000 - 8,499,999 | 1 | 2 | 3 | 4 | - |
| 1A | 1AA | 4,500,000 - 6,499,999 | 1 | 2 | 3 | 4 | - |
| A | AA | 2,500,000 - 4,499,999 | 1 | 2 | 3 | 4 | - |
| B | BB | 1,750,000 - 2,499,999 | 1 | 2 | 3 | 4 | - |
| C | CC | 1,000,000 - 1,749,999 | 1 | 2 | 3 | 4 | - |
| D | DD | 650,000 - 999,999 | 1 | 2 | 3 | 4 | - |
| E | EE | 450,000 - 649,999 | 1 | 2 | 3 | 4 | - |
| F | FF | 300,000 - 449,999 | 1 | 2 | 3 | 4 | - |
| G | GG | 200,000 - 299,999 | 1 | 2 | 3 | 4 | - |
| H | HH | < 200,000 | 1 | 2 | 3 | 4 | - |
| Alternate Ratings | Explanation | | | | | | |
| N | Financial Strength is negative | | | | 3 | 4 | - |
| O | Financial Strength is undisclosed | | 1 | 2 | 3 | 4 | - |
| NB | New Business: Less than 24 months | | 1 | 2 | 3 | 4 | - |
| NQ | Out of Business: Business has ceased to trade | | | | | 4 | |
| BR | Branch or division location | | | | | | |
| INV | Investigation is undergoing | | | | | | |

Explanation of PAYDEX

A score of 80 denotes that payments reported to D&B have generally been made within terms. Scores over 80 indicate that payments reported to D&B have been made earlier than terms. The chart below outlines the specific 0-100 score and what it means.

| D&B PAYDEX® | Payment Habit |
|-------------|----------------------------|
| 100 | Anticipate |
| 90 | Discount |
| 80 | Prompt |
| 70 | 15 days beyond terms |
| 60 | 22 days beyond terms |
| 50 | 30 days beyond terms |
| 40 | 60 days beyond terms |
| 30 | 90 days beyond terms |
| 20 | 120 days beyond terms |
| 0-19 | Over 120 days beyond terms |
| UN | Unavailable |

Customs Rating

According to the 'Measures of the Customs of the People's Republic of China for Credit Management of Registered and Filed Enterprises' published on September 6, 2021, since November 1, 2021, the Customs has recognized enterprises as 'Advanced Certification Enterprise', 'Dishonest Enterprise' and 'Other Registered and Filed Enterprises' according to their credit status. In the 'Measures of the Customs of the People's Republic of China for Credit Management of Enterprise' that published by the GAC Order No.237 on March 3, 2018, enterprises are recognized as 'Certified Enterprise', 'General Credit Enterprise' and

'Dishonest Enterprise'. The 'Measures of the Customs of the People's Republic of China for Credit Management of Enterprise' was abolished on November 1, 2021.

Please refer to the official link of the Customs: the Order of the General Administration of Customs on publishing the 'Measures of the Customs of the People's Republic of China for Credit Management of Registered and Filed Enterprises'
<http://www.customs.gov.cn/customs/302249/zfxxgk/zfxxgkml34/3896445/index.html>

Customer Service

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Our ref: 202304119279300060

Your ref: CUSTSR

Remarks

Whilst D&B China attempts to ensure that the information provided is accurate and complete by reason of the immense quantity of detailed matter dealt within compiling the information and the fact that some of the data are supplied from sources not controlled by D&B China which cannot always be verified, including information provided direct from the subject of enquiry as well as the possibility of negligence and mistake, SD&B does not guarantee the correctness or the effective delivery of the information and will not be held responsible for any errors or omissions therein.

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