

070003 Jennifer

Arknave International, Inc. 735206892

台北縣樹林市中山路1段152號8樓之1

This report is sent in answer to your inquiry on:
ARKNAV INTERNATIONAL, INC.

D&B Business Information Report Date Printed : Jul. 12, 2010 12:18:36

Last Update Date : JUL. 12, 2010

Overview

Company Name (ENG)	:	ARKNAV INTERNATIONAL, INC.			
Company Name (CHN)	:	極星國際航電股份有限公司			
D-U-N-S	:	65-654-5907	D&B Rating*	:	3A3
Year Established	:	2008	Previous D&B Rating*	:	--
Year Registered	:	2008	Financial Stress Class*	:	1
BR No.	:	24255143	Condition*	:	FAIR
Blacklist	:	No	NSF	:	No
			HISTORY	:	CLEAR
Address (ENG)	:	8F-1, 152, CHUNG SHAN RD., SEC. 1, SHULIN CITY TAIPEI 23844 TAIWAN (R.O.C.)			
Address (CHN)	:	中華民國臺灣省 台北縣 樹林市 23844 中山路一段152號8樓之1			
Telephone	:	02 - 26878905			
Fax	:	02 - 26819841			
URL	:	www.arknavgps.com.tw			
CEO (ENG)	:	YANG, CHIEN YUAN PRESIDENT/GENERAL MANAGER			

CEO (CHI)	:	楊 健源 董事長/總經理
Line of Business (ENG)	:	MANUFACTURER OF COMMUNICATION EQUIPMENT
Line of Business (CHI)	:	通訊系統製造
SIC	:	5065-0200
Import	:	NO
Export	:	YES
Sales	:	91,845 ThousandsF
Net Worth	:	100,146 ThousandsF
Employee No	:	40 (Total)

CURRENCY: All monetary amounts quoted in this report are shown in NEW TAIWAN DOLLARS unless otherwise stated.

*NOTE: Please refer to the Appendix section for D&B rating, Financial Stress Score and Condition interpretation.

Executive Summary

The Financial Stress Class of 1 for this company shows that during the previous year, firms with this classification had a failure rate of 0.80 % (80 per 10,000 cos), which is lower than the national average.

The Paydex for the company is 75, which indicates that payment to suppliers is at average 8 days beyond terms and that subject has unsatisfied payment habit than the same industry, as compared with Paydex Industry Norm 80.

- Subject is quite a new business with 2 year(s) of operating history.
- Nothing detrimental found in D&B's court database.
- Nothing detrimental found in D&B's "Bank Blacklisted" database.
- Nothing detrimental found in D&B's "Non Sufficient Funds" database.
- Operations based on its 2009 financial statement.

The company, ARKNAV INTERNATIONAL, INC. was registered on 10/27/2008 under business registration number 24255143. Subject was founded as a private company limited by shares. As of today, subject's authorized capital is NT\$ 100,000,000 and paid up capital is NT\$ 100,000,000. Subject employs almost 40 staffs in Taiwan. Main operation(s) of subject includes Manufacturer of communication equipment.

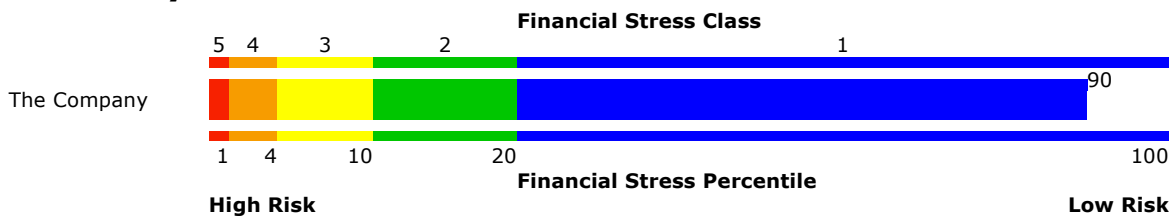
Management Summary

On Jul 12, 2010, Lee, Yun Jui, Jennifer, Staff , submitted all information in this report.

Financial Stress Score - FSS

The Taiwan Financial Stress (TFS) Model predicts the likelihood of a firm ceasing business without paying all creditors in full, or re-organizing or obtaining relief from creditors over the next 12 months. Scores were calculated using a statistically valid model derived from D&B's extensive data files.

Summary



Financial Stress Class : **1**
(Highest Risk: 5 ; Lowest Risk: 1)

Relative Risk : **Lower Than Average**

Incidence of Financial Stress Among Companies with this Classification: : **0.80%**
(80 per 10,000 cos)

Incidence of Financial Stress - Taiwan Database Average : **2.65%**
(265 per 10,000 cos)

Financial Stress Percentile : **90**
(Highest Risk: 1 ; Lowest Risk: 100)

Financial Stress Score : **1,427**
(Highest Risk: 1,001 ; Lowest Risk: 1,890)

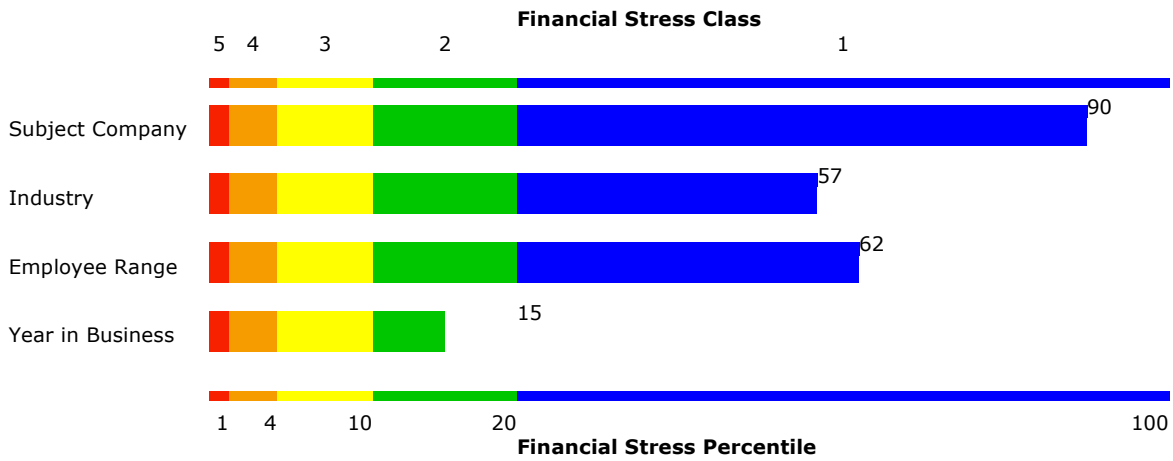
Key to Scores

Stress Class	% of Businesses within Range	Financial Stress Percentile	Financial Stress Score	Incidence of Financial Stress
1	80%	21-100	1317-1890	0.80%
2	10%	11-20	1300-1316	4.38%
3	6%	5-10	1291-1299	5.43%
4	3%	2-4	1245-1290	8.69%
5	1%	1	1001-1244	10.68%

Notes:

1. The Financial Stress Class indicates that this company shares some of the same business and financial characteristics of other companies with this classification. It does not mean the firm will necessarily experience financial distress.
2. The Financial Stress Percentile reflects the relative ranking of a company among all scoreable companies in D&B database.
3. The Financial Stress Score offers a more precise measure of the level of risk than the Class and Percentile. It is specially helpful to customers using a scorecard approach to determine overall business.
4. All Financial Stress Class, Percentile, Score and Incidence statistics are based on latest analysis derived from D&B Taiwan database.

Norm



Percentile

Subject Company : **90**

Norms for companies in the same....

Industry : **57**
(WHOL ELECTRONIC PARTS/EQUIPMENT)

Employee Range : **62**
(20-49)

Year in Business Range : **15**
(2-3)

Key Comparisons:

The subject company has a Financial Stress Percentile that shows:

- Lower risk than other companies in the same industry.
- Lower risk than other companies in the same employee size range.

- Lower risk than other companies in the years in business range.

Payment	As of JUL 12, 2010
----------------	---------------------------

D&B Paydex

This Payment section reflects payment information in D&B's file as of Jul 12, 2010.

The Paydex for ARKNAV INTERNATIONAL, INC. is 75

This Paydex indicates that, within the past 12 months, payments to suppliers are generally 8 days beyond terms , weighted by TWN dollar amounts.

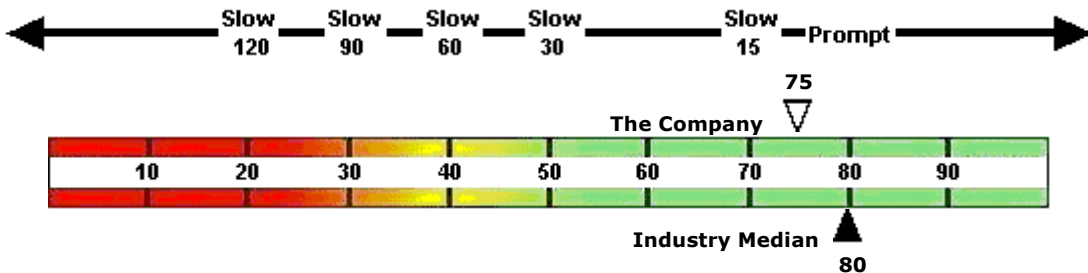
<p>The Paydex used by Dun & Bradstreet is a computer generated, 1 to 100 dollar-weighted numerical indicator of payment performance as reported to D&B.</p>	<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Paydex Rating</th> <th style="text-align: left;">Payment Manner</th> </tr> </thead> <tbody> <tr><td>100</td><td>Anticipated</td></tr> <tr><td>90</td><td>Discount</td></tr> <tr><td>80</td><td>Prompt</td></tr> <tr><td>70</td><td>Slow to 15</td></tr> <tr><td>50</td><td>Slow to 30</td></tr> <tr><td>40</td><td>Slow to 60</td></tr> <tr><td>30</td><td>Slow to 90</td></tr> <tr><td>20</td><td>Slow to 120</td></tr> </tbody> </table>	Paydex Rating	Payment Manner	100	Anticipated	90	Discount	80	Prompt	70	Slow to 15	50	Slow to 30	40	Slow to 60	30	Slow to 90	20	Slow to 120
Paydex Rating	Payment Manner																		
100	Anticipated																		
90	Discount																		
80	Prompt																		
70	Slow to 15																		
50	Slow to 30																		
40	Slow to 60																		
30	Slow to 90																		
20	Slow to 120																		

Payment Summary

Industry Paydex based on :
Industry Group Description : WHOL ELECTRONIC PARTS/EQUIPMENT
No. of Paydex Cases in the Industry Group : 1140 Firms

Industry Quartiles

Upper 80 (Payments received within terms granted)
 Median 80 (Payments received within terms granted)
 Lower 75 (8 days beyond terms)



For an in-depth details of each Payment Trade Record, please refer to the "Appendix" at the back of this report.

Banking

Non-Sufficient Fund & Blacklist

A search at the Taiwan Clearing House on 7/5/10 did not revealed subject as a "classified" account to be prohibited from operating check account in Taiwan.

A search at the Taiwan Clearing House on 11/11/09 did not revealed subject as a "classified" account to be prohibited from operating check account in Taiwan.

A search at the Taiwan Clearing House on 7/23/09 did not revealed subject as a "classified" account to be prohibited from operating check account in Taiwan.

Finance

Balance Sheet

(Fiscal/Thousands)

ASSETS	Dec 31, 2009	%of TA
Cash	79,513	64.90
Accounts Receivables	2,131	1.74
Notes Receivable	225	0.18
Other Receivables	518	0.42
Inventory	696	0.56
Prepayment	2,329	1.90
Other Current Assets	32,854	26.82
TOTAL CURRENT ASSETS	118,266	96.54
Plant & Equipment	1,880	1.53
Office Furniture	515	0.42
Less Acc. Depreciation	-289	-0.23
TOTAL FIXED ASSETS	2,106	1.71
Other Assets	2,127	1.73
INVESTMENT & OTHER ASSETS	2,127	1.73
TOTAL ASSETS	122,499	100.00
LIABILITIES	Dec 31, 2009	%of TL&E
Accounts Payable	2,850	2.32
Notes Payable	8,593	7.01

Deposits	1,798	1.46
Accrued Expenses	8,920	7.28
Other Current Liabilities	192	0.15
TOTAL CURRENT LIABILITIES	22,353	18.24
TOTAL LIABILITIES	22,353	18.24
SHAREHOLDERS' EQUITY	Dec 31, 2009	%of TL&E
Capital	100,000	81.63
Retained Earnings	146	0.11
TOTAL EQUITY	100,146	81.75
EQUITY & LIABILITIES	122,499	100.00

Profit & Loss Statement

(Fiscal/Thousands)

	2009	%of Sales
Sales	92,291	100.48
Returns and Discounts	-446	-0.48
Net Sales	91,845	100.00
Cost of Goods Sold	-53,881	-58.66
Gross Profit/Loss	37,964	41.33
Net Operating Expenses	-38,159	-41.54
Total Operating Expenses	-38,159	-41.54
Operating Profit/Loss	-195	-0.21
Non Operating Income	1,058	1.15
Total Non-Operating Income	1,058	1.15
Non Operating Expenses	-588	-0.64
Total Non-Operating Expenses	-588	-0.64
Profit/Loss Before Tax	275	0.29
Income Tax	-128	-0.13
Profit/Loss After Tax	147	0.16
Net Profit(Loss) after Tax & Min. Interest	147	0.16

The above accounts were submitted by the company and filed with the local tax authority.

The above statements were obtained from the company personnel.

Key Ratios

CAPTIAL STRUCTURE ANALYSIS	Dec 31, 2009	Industry Median
TOTAL DEBT/EQUITY RATIO	0.22	0.57
DEBT RATIO	0.18	0.36
LONG TERM FUNDS TO FIXED ASSETS(%)	4,755.27	1235.96
LIQUIDITY ANALYSIS		
CURRENT RATIO	5.29	1.85
QUICK RATIO	5.25	1.40
OPERATING PERFORMANCE ANALYSIS		
WORKING CAPITAL TURNOVER (DAYS)	375.94	--
ACCOUNTS RECEIVABLE TURNOVER (TIMES)	31.95	5.32
DAYS SALES OUTSTANDING(DAYS)	11.26	68.67
PAYMENT PERIOD(DAYS)	76.45	--
AVERAGE INVENTORY TURNOVER (TIMES)	77.41	7.46
AVERAGE DAYS TO SELL INVENTORY (DAYS)	4.65	48.96
FIXED ASSETS TURNOVER(TIMES)	43.61	21.45
TOTAL ASSET TURNOVER(TIMES)	0.74	1.07
RETURN ON INVESTMENT ANALYSIS		
RETURN ON ASSETS(%)	0.12	4.29
RETURN ON EQUITY(%)	0.14	6.22

Note: Industry median is calculated by using the data from 146 public companies' within the same industry as the subject.

Financial Analysis

Current ratio of 5.29 indicated a strong liquidity position with more than adequate current assets to back short-term liabilities.

Debt leverage was low as the company depended primarily on shareholders' funds to finance its operations.

Operations were conducted profitably with a net margin of 0.16%.

The net profit (after tax) of 147 thousands represented an 0.14% return on equity and a 0.12% return on total assets.

Public Filings

Suits

A search conducted in all courts including 1 Supreme Court, 6 High Courts, 20 District Courts, 29 Small Claims Tribunals and 5 Administrative Courts within Taiwan and Fu Chien reveals no court judgment been formed against the subject.

Collateral Records

A search conducted at the Taiwan Governmental Authorities has revealed no Collateral Record (s) as at present.

Bidding Right Suspension

A search conducted at the Taiwan Governmental Authorities revealed the subject is not prohibited from bidding against Governmental projects currently.

History

Business Registration

Subject is a private company limited by shares which was registered in Taiwan on October 27 2008 under business registration number 24255143. Business was established in 2008.

Special Events

Authorized Capital \$100,000,000

Paid up Capital \$100,000,000 as of Jul 12 2010.

Change in Shareholder Structure

Shareholders	Shares
Tijsen, Richard Matthias	23%
Yang, Chien Yuan	43.90%
Wei, Pin Chou	8.66%
Huang, Ping Hsiang	6.23%
Others	18.21%
Total	100%

A search at the Department of Commerce and Board of Foreign Trade on Jul 12, 2010 confirmed the above registration and capital details.

Key Events

In 2009, subject was awarded ISO 9001:2008 certification

In 2010, subject increased authorized and paid capital to \$100,000,000.

Management

Principals

Yang, Chien Yuan / PRESIDENT/GENERAL MANAGER

Primary Executive

Name	:	YANG, CHIEN YUAN
Title	:	President/General Manager
Age	:	34 years old
Gender	:	male
Educational Background	:	Graduated from college
Active in Operation	:	Yes

Operations

Line of Business

Manufacturer of communication equipment

Line of Products & Services	:	GPS tracking system GPS antennas
-----------------------------	---	-------------------------------------

Key players in this industry in domestic market are RAYEE TECHNOLOGY LTD., TOP EIGHT INDUSTRIAL CORP. and READY TELECOM AND EIECTRNIC INTERNATIONAL INC.

SALES TERRITORY

Local & International

Local	:	10%
International	:	90%
Exporting to	:	North America

South America
Europe
Asia

PURCHASES

Local

Local : 100%

Purchasing And Selling Terms

Purchasing Terms : T/T

Selling Terms : T/T

Number Of Employees : 40 (Total)

Location

Subject is located in a residential/commercial area. Subject rents premises at the above captioned address, used as its office.

OFFICE(S)

7F-1, 152, Chung Shan Rd., Sec. 1, Shulin City, Taipei Hsien, Taiwan R.O.C.

Affiliated Companies

At the time of this report, subject is not known to be affiliated or related with any company.

Appendix

D&B Rating

The D&B rating of 3A3 indicates a tangible net worth between \$25,000,000 and \$249,999,999 and an overall credit condition which is considered fair.

The '**3**' on the right (Composite Credit Appraisal) indicates an overall credit condition which considered **fair**. This credit appraisal was assigned because of D&B's assessment of the company's financial ratio and its cash flow.

D&B Rating Table: Taiwan

*Financial Strength In: New Taiwan Dollars

Financial Strength Based On: **Tangible Net Worth**

Financial Strength Indicators:

5A	OVER	1,500,000,000
4A	OVER	250,000,000
3A	OVER	25,000,000
2A	OVER	20,000,000
1A	OVER	15,000,000
BA	OVER	10,000,000
BB	OVER	5,000,000
CB	OVER	3,000,000
CC	OVER	2,000,000
DC	OVER	1,000,000
DD	OVER	750,000
EE	OVER	500,000
FF	OVER	250,000
GG	OVER	125,000
HH	UNDER	125,000
--	Financial Statement Not Available	

Composite Conditions

- 1 High
- 2 Good
- 3 Fair
- 4 Limited

Other Ratings

INV: Under Investigation

Taiwan Financial Stress Model

The Financial Stress model assigns three measurements of risk:

1. **A "Class" of 1 - 5**, which is a segmentation of the scoreable universe into five distinct risk groups where a one (1) represents businesses that have the lowest probability of financial stress, and a five (5) represents businesses with the highest probability of financial stress. This Class enables a customer to quickly segment their new and existing accounts into various risk segments to determine appropriate marketing or credit policies.
2. **A "Percentile" of 1 - 100**, where a 1 represents businesses that have the

highest probability of financial stress, and a 100 which represents businesses with the lowest probability of financial stress. This Percentile shows you where a company falls among businesses in the D&B database, and is most effectively used by customers to rank order their portfolios from highest to lowest risk of business failure.

3. **A "Financial Stress Score" of 1,001 - 1,890**, where a 1,001 represents businesses that have the highest probability of financial stress, and a 1,890 which represents businesses with the lowest probability of financial stress. As this score is derived directly from the scorecard, it offers a more precise measure of the level of risk than any other measurements of risk as it shows the exact score from the scoring algorithm. The D&B Financial Stress Score is especially useful to customers using computerized decision systems to determine overall business performance.

Payment Trade Records

EXP. DATE	PAYING RECORD	HIGH CREDIT	NOW OWES	PAST DUE	TERM	SALE
31/5/2010	PROMPT/SLOW 30	45,000	15,000	2,500	EOM 30	15/5/2010
30/4/2010	PROMPT	25,000	15,000	0	EOM 60	15/4/2010
30/4/2010	PROMPT	45,000	15,000	0	EOM 30	15/4/2010
31/3/2010	PROMPT	25,000	10,000	0	EOM 60	15/3/2010
31/3/2010	PROMPT	45,000	7,500	250	EOM 30	15/3/2010
28/2/2010	PROMPT	2,500	1,000	0	EOM 90	15/2/2010
28/2/2010	PROMPT	25,000	15,000	0	EOM 60	15/2/2010
28/2/2010	PROMPT	45,000	5,000	0	NET 30	15/2/2010
31/1/2010	PROMPT	45,000	20,000	0	EOM 30	15/1/2010
31/1/2010	PROMPT	25,000	15,000	0	EOM 60	15/1/2010
31/12/2009	PROMPT	45,000	45,000	0	EOM 30	15/12/2009
30/11/2009	PROMPT	35,000	35,000	0	NET 30	15/11/2009
30/11/2009	PROMPT	25,000	5,000	0	EOM 60	15/11/2009
31/10/2009	PROMPT	70,000	70,000	0	EOM 30	15/10/2009
31/10/2009	PROMPT	25,000	7,500	0	EOM 60	15/10/2009
30/9/2009	PROMPT/SLOW 60	20,000	20,000	2,500	NET 30	15/9/2009
30/9/2009	SLOW30	25,000	5,000	5,000	EOM 60	15/9/2009
31/8/2009	PROMPT	20,000	20,000	0	NET 30	15/8/2009
31/7/2009	PROMPT	2,500	2,500	0	EOM 90	15/7/2009
31/7/2009	PROMPT/SLOW 30	15,000	15,000	7,500	NET 30	15/7/2009
31/7/2009	PROMPT	25,000	15,000	0	EOM 60	15/7/2009

The above payment record reflects how accounts are paid in relation to the terms granted. SLOW30, for example, indicates a 30 day term where 30 additional days are taken.

In some instances, payment beyond terms can be the result of disputes over merchandise, lost invoices, etc.

THIS REPORT MAY NOT BE REPRODUCED IN WHOLE OR IN ANY FORM OR MANNER WHATSOEVER

This report, furnished pursuant to contract for the exclusive use of the subscriber as one factor to consider in connection with credit, insurance, marketing or other business decisions, contains information compiled from sources which Dun & Bradstreet Int'l Ltd, Taiwan Branch does not control and whole information, unless otherwise indicated in the report, has not been verified. In furnishing this report, Dun & Bradstreet Int'l Ltd, Taiwan Branch in no way assumes any part of the user's business risk, does not guarantee the accuracy, completeness, or timeliness of the information provided, and shall not be liable for any loss or injury whatsoever resulting from contingencies beyond its control or from negligence. The preceding information (data) is for information purposes only and is not the official record of this business (company). Information in this report is based upon existing records in D&B database as of today and may not include information (data) which relates to this company (business) due to possible changes in ownership, control, name or legal status.

©Copyright 2010 Dun & Bradstreet Int'l Ltd, Taiwan Branch
THIS REPORT MAY NOT BE REPRODUCED IN WHOLE OR IN ANY FORM OR MANNER WHATSOEVER

If you have any questions or suggestions about this report, please call the D&B Customer Service Centre on
+886 2 8770-7568.

-- End of Report --