

SURVEILLANCE CREDIT RATING REPORT IMPRESS ACCESSORIES LIMITED

Ref. no.: FR/2022/026220



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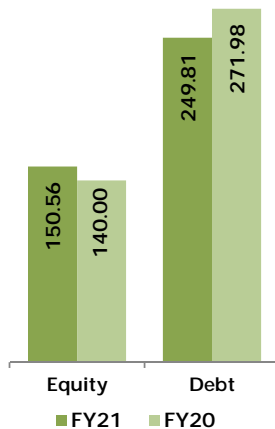
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Key Snapshot:

Tk. in million

Particulars	FY21	FY20
Revenue	495.47	498.01
EBIT	38.12	41.82
Net Profit	10.57	7.05
Total Assets	400.37	411.97
Total Equity	150.56	140.00
Debt	249.81	271.98
Net Profit Margin (%)	2.1%	1.4%
CCC (Days)	120	108
ICR (X)	1.52	1.30

Capital Structure
(BDT. in million)



Analysts:

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	A3	ST-3	Stable	11 October 2022	30 July 2023

Tk. in Million

Bank Name	Mode of Investment	Sanctioned/ Disbursed	Outstanding	Bank Loan Rating
Impress Accessories Limited. as on 28.08.2022	HPSM (Equipments)	69.00	58.61	blr A3
	HPSM (Industrial)	45.80	40.85	
	HPSM (Real Estate)	23.50	25.01	
	HPSM (Transport)	1.80	1.58	blr ST-3
	Murabaha LC (Rev) (including EDF)	250.00	224.63	
	BMCTR (Rev)	80.00	80.62	
	IDBP (Rev)	120.00	82.99	
	IDBP			
	BMCTR (One off)	12.20	13.26	
	BMCTR (One off)	8.00	8.24	

Financial Based on- audited financial statement up to 30 June 2021.

Methodology: Corporate rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has reaffirmed 'A3' (pronounced as Single A Three) rating for the Long Term and 'ST-3' (pronounced as Short Term Three) rating for Short Term to Impress Accessories Limited (hereinafter referred as "IAL" or "The Company") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has also assigned 'blr A3' (pronounced as Bank Loan Rating Single A Three) for long term loan outstanding and 'blr ST-3' (Pronounced as Bank Loan Rating Short Term Three) rating to the aggregated short term limit.

The above ratings have been assigned based on the fundamentals of the company which include strong group support from "Impress Group", experienced and skilled management, good infrastructural arrangement, equipped with sufficient power backup, give good supportive facilities to the workers and positive fund flow from operation. However, the above factors are constrained to operational bottleneck due highly levered capital structure, stressed liquidity position, marginal coverage position and moderate disclosure of financial statements.

The long term rating implies that the entity is subject to upper medium grade and subject to low credit risk. The short term rating implies that the company has acceptable ability to repay short term debt obligations from internal sources. However, it is expected to rely on external sources of committed financing due to downturn in economic or industry circumstances.

WCRCL also viewed the company with "Stable" outlook and believes that IAL will be able to maintain its good fundamentals in the foreseeable future.