

**SURVEILLANCE CREDIT RATING REPORT**  
**MASUD GARMENTS**  
*Ref. no.: FR/2022/26048*



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	14 October 2023

*WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093*

Tk. In million

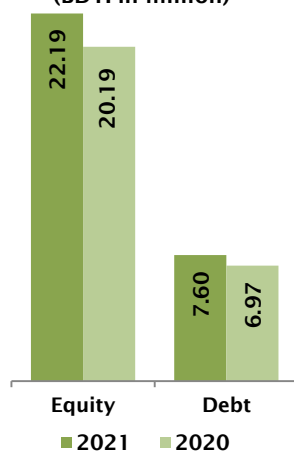
Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount Dated on 15.09.2022
Uttara Bank Limited	CC(H)	15.00	10.68

**Key Snapshot:**

*Tk. in million*

Particulars	2021	2020
Revenue	53.71	46.70
EBIT	6.41	5.55
Net Profit	6.22	5.38
Total Assets	29.79	27.16
Total Equity	22.19	20.19
Debt	7.60	6.97
Net Profit Margin (%)	11.6	11.5
CCC (Days)	197	215
ICR (X)	35.87	34.18

**Capital Structure**  
(BDT. in million)



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**Financial Based on-** Management prepared financial statements up to 31st December 2021.

**Methodology:** SME Rating Methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

**RATING RATIONALE**

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Masud Garments** (hereinafter referred to as 'MG' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Good mortgage security coverage against loan
- Good business network
- Good interest coverage position
- Low levered capital structure

However, the above rating has been moderated to some extent due to some factors like:

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

The SME rating implies that the enterprise is adjudged to above average level of credit worthiness in relation to other small enterprises.

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