

**SURVEILLANCE CREDIT RATING REPORT**  
**SHAMIM TEXTILE**  
 Ref. no.: FR/2022/026064



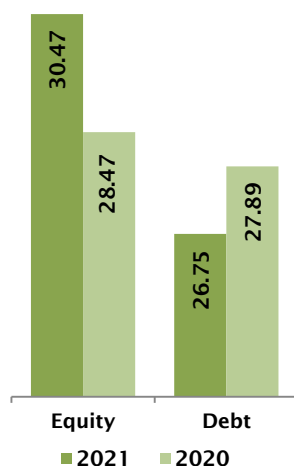
**Report Contents:**

Particulars	Page
Rating Rationale	1
Business Profile	2
Business Management	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship	3
Risk Factor Analysis	4
Rating Observation	4

**Key Snapshot:**

Tk. in million		
Particulars	2021	2020
Revenue	76.54	76.42
EBIT	11.96	11.19
Net Profit	9.42	8.53
Total Assets	57.22	56.37
Total Equity	30.47	28.47
Debt	26.75	27.89
Net Profit Margin (%)	12.3%	11.2%
CCC (Days)	202	199
ICR (X)	4.69	4.21

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



**Analysts:**

**Md. Rafiul Bary**  
 rafi@wasocreditrating.com

**Maharan Nasrin**  
 maharan@wasocreditrating.com

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	10 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 10.10.2022
Uttara Bank Limited	CC (H)	18.00	3.52

**Financial Based on-** Management prepared financial statements up to 31<sup>ST</sup> 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 Shamim Textile (hereinafter referred to as 'ST' 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:

- Positioning of selling point at prime area
- Strong business network
- Long business experiences of the proprietor
- Comfortable security arrangement
- Good interest coverage ratio

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

- Lack of disclosure in the financial statement
- Manual accounting process
- Inventory holding risk

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 ST will be able to maintain its good fundamentals in the foreseeable future.