

SURVEILLANCE CREDIT RATING REPORT EXPORT PRINTING & ACCESSORIES LIMITED

Ref. no.: FR/2022/26303



Report Contents:

Particulars	Page
Rating Rationale	1
Corporate Profile	2
Management Evaluation	2
Market Review	2
Business Analysis	4
Financial Position Analysis	4
Banking Relationship	5
Risk Factor Analysis	6
Rating Observation	6

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	10 October 2023

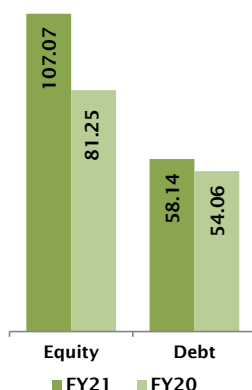
WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Tk. in million Outstanding Date
Islami Bank Bangladesh Limited	HPSM	38.89	28.69	
	Bai-Murabaha TR	53.00	41.87	10.10.2022
	Stimulus Fund	6.50	6.96	

Key Snapshot:

Particulars	Tk. in million	
	FY21	FY20
Revenue	125.06	102.22
EBIT	23.18	13.58
Net Profit	17.02	7.58
Total Assets	165.21	135.30
Total Equity	107.07	81.25
Debt	58.14	54.06
Net Profit Margin (%)	13.6	7.4
CCC (Days)	183	167
ICR (X)	5.43	2.73

Capital Structure
(BDT. in million)



Analysts:

Shudhan Mallick
shudhan@wasocreditrating.com

Md. Al Amin Jewel
jewel@wasocreditrating.com

Financial Based on- Unaudited financial statements up to 30 June 2021.

Methodology: SME Rating Methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Export Printing & Accessories Limited (hereinafter referred to as 'EPAL' or 'The company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above ratings have been assigned based on the fundamentals of the company which include experienced and skilled management, strong buyer profile which reflects revenue, low leverage position in the capital structure, good interest coverage position, equipped with sufficient power backup and comfortable security arrangement.

However, the above factors are constrained to some extent by vulnerability in raw- materials price in the local and international market may impact profitability, average disclosure in the financial statement, stressed liquidity position considering long cash conversion cycle, no insurance coverage.

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