

CREDIT RATING REPORT
MOADINA PACKAGING & GARMENTS
ACCESSORIES INDUSTRY

Ref. no.: FR/2022/026281



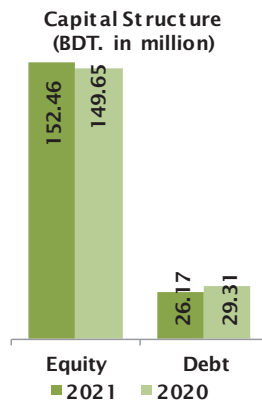
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Key Snapshot:

BDT. in million

Particulars	2021	2020
Revenue	234.95	227.55
EBIT	23.16	21.54
Net Profit	18.63	17.14
Total Assets	178.63	178.96
Total Equity	152.46	149.65
Total debt	26.17	29.31
Net Profit Margin (%)	7.9%	7.5%
CCC (Days)	220	227
ICR (X)	5.12	4.90



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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

BDT. in Million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC (H)	2.50	2.55	10.10.2022
	LC	50.00	-	
	PIF	15.00	-	
	IBP	50.00	-	

Financial Based on-Unaudited financial statements up to 31st December 2021.

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

RATING RATIONALE

WCRCL has assigned ‘**WCRSE 3**’ (pronounced as WASO Credit Rating Small Enterprise **Three**) rating under the SME Rating to **Madina Packaging and Garments Accessories Industry** (hereinafter referred as “**MP&GAI**” or “The Enterprise”) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

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

- Experienced and skilled management
- Owned business premises and storage facility
- Satisfactory banking relationship
- 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
- No insurance coverage
- 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 **MP&GAI** will be able to maintain its good fundamentals in the foreseeable future.