

## 2<sup>nd</sup> SURVEILLANCE CREDIT RATING REPORT PADMA TEXTILE



Ref. no.: FR/2022/28783

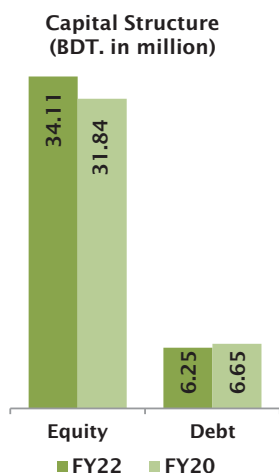
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### Key Snapshot:

**BDT. in million**

Particulars	FY22	FY21
Revenue	73.50	68.25
EBIT	11.39	10.76
Net Profit	10.98	10.18
Total Assets	40.36	38.49
Total Equity	34.11	31.84
Debt	6.25	6.65
Net Profit Margin (%)	14.9	14.9
CCC (Days)	180	177
ICR (X)	32.08	27.58



### Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	27 December 2022	26 December 2023

WCRSE 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 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
AB Bank Limited	Overdraft	4.00	4.00	31.10.2022
	Gati Loan	1.00	-	
	Stimulus	1.00	1.00	

Financial Based on-Management prepared financial statements up to 30<sup>th</sup> June 2022.

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

### RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 4' (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to Padma Textile (hereinafter referred as "PT" 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
- Good business network
- Have Insurance Coverage
- Good banking conduct
- Low levered capital structure

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

- Tight liquidity position
- Lack of disclosure of financial statements
- No transportation facility
- Rented business premises
- Low management information system (MIS) and Manual accounting system

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

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