

### 3<sup>rd</sup> SURVEILLANCE CREDIT RATING REPORT A-TEX LABEL (BD) LIMITED

Ref. no.: FR/2023/30473



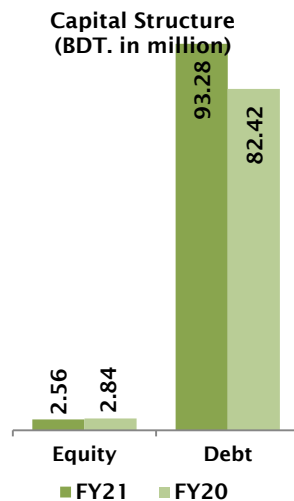
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#### Key Snapshot:

*BDT. in million*

Particulars	FY21	FY20
Revenue	118.04	96.97
EBIT	9.96	5.46
Net Profit	-0.27	-1.73
Total Assets	95.85	85.25
Total Equity	2.56	2.84
Total debt	93.28	82.42
Net Profit Margin (%)	-0.2	-1.8
CCC (Days)	n/a	n/a
ICR (X)	1.05	0.76



#### Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRME 4	Stable	28 March 2023	27 February 2024

*\*WCRME 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093*

*Tk. in Million*

Bank Name	Investment Mode	Limit Amount	Outstanding Amount	Outstanding Date
BASIC Bank Limited	Term Loan-i	24.00	13.68	28.03.2023
	Term Loan-ii	51.00	35.39	
	Term Loan-iii	18.00	12.34	
	LC	15.00	-	
	LTR	10.00	11.05	
	OD	7.50	7.48	
	AIDB	60.00	9.36	

*Financial Based on- Audited financial statements up to 30<sup>th</sup> June 2021.*

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

#### RATING RATIONALE

WCRCL has downgraded 'WCRME 4' (pronounced as WASO Credit Rating Medium Enterprise Four) rating to A-Tex Label (BD) Limited (hereinafter referred to as 'ATLBL' or 'The Company') 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 own factory premise, experienced management, good security arrangement, maintained insurance policy and regular loan repayment history. However, the above factors are constrained to some extent by stressed liquidity position, highly levered company, moderate coverage position, poor profitability ratios, low management information system and average disclosure of financial statements.

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

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