

3rd SURVEILLANCE CREDIT RATING REPORT TIVOLI APPARELS LIMITED

Ref. no.: FR/2023/029442



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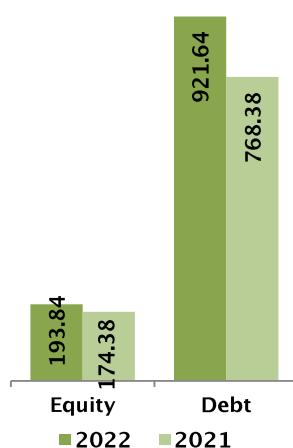
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Key Snapshot:

Tk. in million

Particulars	2022	2021
Revenue	2711.79	1469.23
COGS	2655.27	1400.05
Gross Profit	56.51	69.18
Profit from Operation	69.08	50.23
PAT	19.46	30.84
Total Assets	111.54	945.75
Total Liabilities	921.64	768.37
Total Equity	193.84	174.37

Capital Structure
(BDT. in million)



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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB2	ST-3	Stable	13 February 2023	23 March 2024

*Bank loan rating may valid till date of rating expiration mentioned above or the expiration of facilities whichever is earlier.

Tk. in Million

Bank Name	Mode of Investment	Sanctioned / Limit Amount	Outstanding as on 31.01.2023	Bank Loan Rating
Bank Asia Limited	TL-1	63.66	0.09	blr BBB2
	TL-4	133.63	101.98	
	TL-5	4.07	2.60	
	TL-47	56.95	2.84	
	TL-48	20.70	1.83	
	BTB L/C		310.74	blr ST-3
	Acceptance	1000.00	51.78	
	EDF-PAD		49.33	
	EDF Loan		128.89	
	OD	30.00	0.00	
	PC	100.00	4.77	
	FDBP	50.00	4.83	
	BG	0.34	0.34	

Financial Based on Audited financial statements for 30 June 2022, 2021, and 2020.

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

RATING RATIONALE

WCRCL has reaffirmed 'BBB2' (pronounced as Triple B Two) rating for the Long Term and 'ST-3' (pronounced as Short Term Three) rating for Short Term to "Tivoli Apparels Limited" (hereinafter referred to as 'TAL' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has also assigned "blr BBB2" (pronounced as Bank Loan rating Triple B Two) rating to the long term loan outstanding amount of Tk. 109.34 million and "blr ST-3" (pronounced as Bank Loan rating Short Term Three) rating to the aggregated short term limit amount of Tk. 1134.80 million.

The above ratings have been assigned based on the fundamentals of the company which include company enjoys group strength, experienced and skilled management, company is profitable concern, good banking conduct, good coverage position. However, the above factors are constrained to operational bottleneck due to moderate disclosure of financial statements, long cash conversion cycle, lower profit margin, , and highly levered concern.

The long term rating implies that the entity rated in this category is subject to medium credit risk. And considered medium grade and as such may possess certain speculative characteristics. The short term rating implies that the entity has regarded as having some speculative characteristics. The obligor currently has the capacity to meet its financial commitment on the obligation; however, it may face uncertainties which could lead to the obligor's inadequate capacity to meet its financial commitment on the obligation.

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