

SURVEILLANCE CREDIT RATING REPORT

UNIFORM TEXTILE LIMITED

Ref. no.: FR/2023/030826



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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB2	ST-3	Stable	10 April 2023	27 February 2024

Bank	Mode	Limit Amount	Outstanding Amount	Tk. in Million Bank Loan Rating
Agrani Bank Ltd. (09.04.2022)	BTB L/C	300.00	294.30	blr ST-3
	OD	100.00	94.60	

Financial: Based on Audited financial statements up to 30 June 2022.

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

Key Snapshot:

Particulars	Tk. in million	
	FY22	FY21
Revenue	642.4	605.4
COGS	60.42	573.4
Gross Profit	38.19	31.93
Operating Exp.	30.11	23.26
EBIT	32.08	29.97
Financial Exp.	12.95	12.20
Net Profit	13.57	13.82
Total Assets	427.2	358.1
Total Equity	196.7	183.1
Debt	230.5	174.9
Net Profit Margin (%)	2.11	2.30
CCC (Days)	114	113
Debt/Equity (X)	1.17	0.96
ICR (X)	2.48	2.46

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 **Uniform Textile Limited** (hereinafter referred to as 'UTL' or 'The company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration. WCRCL has also assigned "blr ST-3" (pronounced as Bank Loan Rating Short Term Three) rating to the aggregate short term limit.

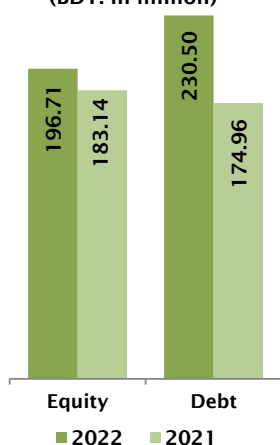
The above ratings have been assigned based on the fundamentals of the company which include experienced and proactive management, good interest coverage position and presence of fire insurance policy, availability of the supply of raw materials, satisfactory safety measures, comfortable security arrangement, satisfactory banking relationship and good infrastructural arrangement.

However, the above factors are constrained to operational bottleneck due to average disclosure in the financial statement, vulnerability in raw- materials price in the local and international market may impact profitability, high levered in the capital structure, stressed liquidity position considering poor current assets, rented factory premises, adverse shock in RMG industry may affect revenue growth.

The long term rating implies that the company 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 company has an acceptable ability to repay short term debt obligations from internal sources. However, it is expected to rely on external sources of committed financing due to downturn in economic or industry circumstances.

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

Capital Structure (BDT. in million)



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