

CREDIT RATING REPORT

HAJI ACCESSORIES & PACKAGING INDUSTRIES (4TH SURVEILLANCE)

Ref. no.: FR/2023/031268



Report Contents:

Particulars	Page
Rating Rationale	1
Owners Profile	2
Business Management	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship and Security	3
Risk Factor Analysis	4
Rating Observation	4

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	31 May 2023	29 May 2024

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 as On 28 May 2023
Mercantile Bank Limited	Term Loan	2.44	1.74
	CC(H)	10.00	4.70
	L/C	30.00	4.88
	LTR (Inner limit of LC)	(20.00)	-

Key Snapshot:

BDT. in million

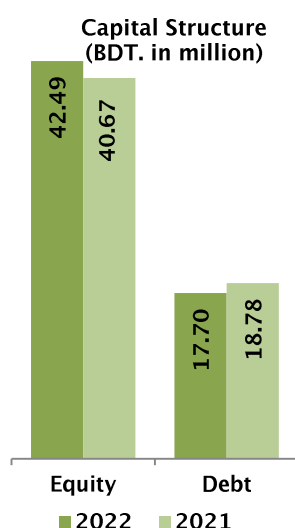
Particulars	FY22	FY21
Revenue	135.69	116.85
EBIT	38.48	26.08
Net Profit	35.33	22.20
Total Assets	60.18	59.45
Total Equity	42.49	40.67
Debt	17.70	18.78
Net Profit Margin (%)	26.0%	19.0%
CCC (Days)	83	116
ICR (X)	12.20	7.96

Financial Based on- Management prepared financial statement as on 30 June 2022.

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

RATING RATIONALE

WCRCL has reaffirmed **WCRSE 3** (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Haji Accessories & Packaging Industries** (hereinafter referred to as 'HA&PI' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.



The above ratings have been assigned based on the fundamentals of the enterprise which include good business network, owned business premises, strong buyer based, good debt coverage position, and good position in value to loan ratio. However, the above factors are constrained to some extent by stressed liquidity position due to huge receivable in the market, moderated leverage position, no insurance coverage for inventory in stock, and no disclosure in the financial statements.

The SME rating implies that Haji Accessories & Packaging Industries is adjudged to above average level of credit worthiness in relation to other small enterprises.

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

Analysts:

Maharan Nasrin
maharan@wasocreditrating.com

Md. Al Amin Jewel
jewel@wasocreditrating.com