3rd SURVEILLANCE CREDIT RATING REPORT
RAPID DESIGN LIMITED

Ref. no.: FR/2023/31398

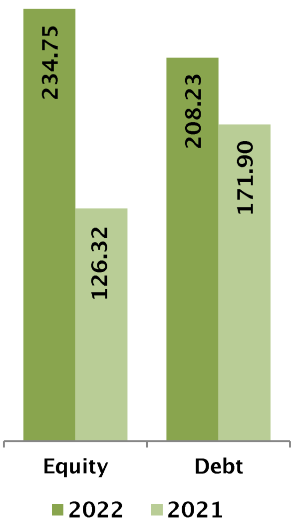
Report Contents:

Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	1,040.96	969.36
EBIT	127.12	42.08
Net Profit	108.43	36.17
Total Assets	442.98	298.22
Total Equity	234.75	126.32
Debt	208.23	171.90
Net Profit Margin (%)	10.4%	3.7%
CCC (Days)	-28.64	-57.32
ICR (X)	27.68	63.87

Capital Structure (BDT. in million)



Analysts:

Md. Akter Hossain
akter@wasocreditrating.com

Md. Rafiul Bary
rafi@wasocreditrating.com

Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	A3	ST-3	Stable	31 May 2023	30 May 2024

Tk. in Million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Bank Loan Rating
Jamuna Bank Limited (11.12.2022)	BTB LC	600.00		blr A3
	PC	60.00		

Financial Based on*-Audited statements up to 30th June 2021 & 2022.*

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

RATING RATIONALE

WCRCL has assigned 'A3' (pronounced as Single A Three) rating for the Long Term and 'ST-3' (pronounced as Short Term Three) rating for Short Term to **Rapid Design Limited** (hereinafter referred to as '**RDL**' or '**The Company**') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has assigned 'blr A3' (pronounced as Bank Loan Rating Single A Three) rating to the long term loan outstanding and 'blr ST-3' (pronounced as Bank Loan Rating Short Term Three) rating to short term loan limit.

The above ratings have been assigned based on the fundamentals of the company which include experienced management team, satisfactory health and safety measures, established market position and stable customer profile which reflects healthy turnover and margins, experienced and skilled management, good Liquidity position with short cash conversion cycle, low levered capital structure, strong interest coverage position and maintain Insurance coverage.

However, the above factors are constrained by average disclosure in the financial statement, rented factory premise, volatile market price of the raw materials and adverse shock in RMG industry may affect revenue growth

The long term rating implies that the entity is an upper medium grade and subject to low credit risk. The short term rating implies that the company has 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 **RDL** will be able to maintain its good fundamentals in the foreseeable future.