

# CREDIT RATING REPORT ALAM GARMENTS (3<sup>RD</sup> SURVEILLANCE)

Ref. no.: FR/2023/031688



## Report Contents:

Particulars	Page
Rating Rationale	1
Partners Profile	2
Business Management	2
Market Review	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship	3
Risk Factor Analysis	4
Rating Observation	4

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	12 June 2023	28 June 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

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

## RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Alam Garments** (hereinafter referred to as 'AG' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

The above ratings have been assigned based on the fundamentals of the enterprise which include long business experiences of the proprietor, good business network, and low leverage position in the capital structure, comfortable security arrangement, and good banking conduct.

However, the above factors are constrained to some extent by average disclosure in the financial statement, market saturation or high competition, tight liquidity position, price volatility of the products, Proprietorship concern has low legal obligation as an entity, no insurance coverage.

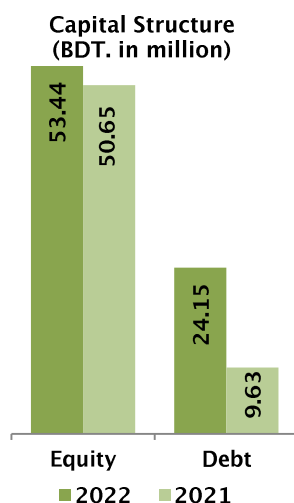
The SME rating implies that the enterprise is adjudged to **above average level** of credit worthiness in relation to other small enterprises.

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

## Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	67.09	64.03
EBIT	6.05	5.96
Net Profit	4.30	4.95
Total Assets	77.59	60.28
Total Equity	53.44	50.65
Debt	24.15	9.63
Net Profit Margin (%)	6.4%	7.7%
CCC (Days)	210	155
ICR (X)	3.46	5.96



## Analysts:

**Maharan Nasrin**  
maharan@wasocreditrating.com

**Md. Al Amin Jewel**  
jewel@wasocreditrating.com