

2nd SURVEILLANCE CREDIT RATING REPORT BISHAL KNITWEAR LIMITED



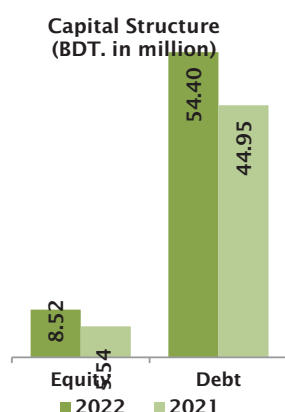
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Key Snapshot:

Particulars	FY22	FY21
Revenue	145.94	50.92
EBIT	5.70	46.27
Net Profit	2.99	45.48
Total Assets	62.92	50.49
Total Equity	8.52	5.54
Total debt	54.40	44.95
Net Profit Margin (%)	2.0%	89.3%
CCC (Days)	148	39
ICR (X)	3.10	89.29



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	04 July 2023	03 July 2024

WCRSME 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	Date of Outstanding
Uttara Bank Limited	BBILC (IFBC)	50.00	22.31	02.07.2023
	Overdraft	5.00	0.50	

Financial Based on-Unaudited projected financial statements for 30th June 2022.

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

RATING RATIONALE

WCRCL has assigned 'WCRSME3' (pronounced as WASO Credit Rating Medium Enterprise Three) rating under the SME Rating to Bishal Knitwear Limited (hereinafter referred as "BKL" or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Good interest coverage position
- Good liquidity position

However, the above rating has been moderated to some extent due to some factors like:

- Expired insurance coverage
- Highly levered capital structure
- Low management information system (MIS) and Manual accounting system

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

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

This rating may be revised in case of any extraordinary changes in line with the sponsor's equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.