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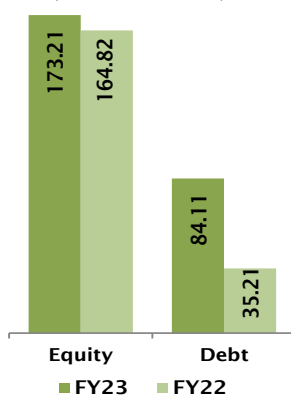
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Key Snapshot:

BDT. in million

Particulars	FY23	FY22
Revenue	453.86	269.17
EBIT	14.85	3.87
Net Profit	8.39	1.83
Total Assets	257.32	200.03
Total Equity	173.21	164.82
Debt	84.11	35.21
Net Profit Margin (%)	1.8	0.7
CCC (Days)	56	98
ICR (X)	37.17	11.19
Current Ratio	2.35	4.00
Quick Ratio	1.96	2.76
Debt/Equity Ratio	0.49	0.21

Capital Structure (BDT. in million)



Analysts:

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	A-	ST 3	Stable	08 August 2023	28 August 2024

Tk. in Million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Bank Loan Rating
Sonali Bank Limited (31.07.2023)	Back to Back L/C	150.00	31.80	blr ST 3
	Acceptance Bill	--	77.10	
	Cash LC(LTR)	35.00	11.80	
	PC	15.00	3.50	
BRAC Bank Limited (30.06.2023)	Term Loan	5.00	3.43	blr A-

*blr – Bank Loan Rating

Financial Based on- Audited financial statement up to 30th June 2023.

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

RATING RATIONALE

WCRCL has upgraded 'A-' rating (pronounced as Single A Minus) rating to the entity for long term and 'ST 3' (pronounced as Short Term Three) for short term to **Khaja Attires Limited** (hereinafter referred to as 'KAL' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment. WCRCL has also upgraded 'blr A-' (pronounced as bank loan rating A Minus) rating to the long term loan outstanding and 'blr ST 3' (pronounced as bank loan rating Short Term Three) rating to aggregate short term limit.

The above ratings have been assigned based on good business network, experienced & skilled management, strong buyer base, low levered in the capital structure, good interest coverage position, comfortable security arrangement, maintain insurance policy, owned factory premises, satisfactory health and safety measures.

However, the above factors are constrained to some extent by average disclosure in the financial statement, poor profitability margin, negativity operating profit, tight liquidity position considering long cash conversion cycle, moderate infrastructural arrangement, newly formed venture business, small to medium scale of operation.

The long term rating implies that the entity has moderately good credit quality. The short term rating implies that the company has average ability to meet short term financial commitments.

WCRCL also viewed the company with "Stable" outlook and believes that KAL 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.