

7th SURVEILLANCE CREDIT RATING REPORT
RAFI WOVEN BAGS INDUSTRIES LIMITED

Ref. no.: FR/2023/032377



Report Contents:

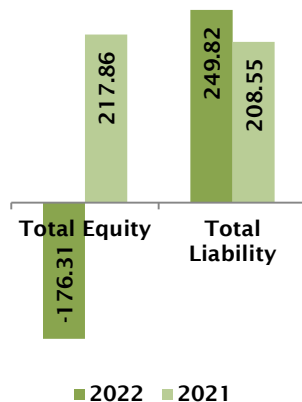
Particular	Page
Rating Rationale	1
Business Profile	2
Shareholding Position	3
Management Evaluation	3
Industry Analysis	3
Business Analysis	4
Infrastructural	5
Financial Analysis	6
Banking Relationship	7
Risk Factors Analysis	8
Rating Observations	8

Key Snapshots:

Tk. in Million

Particulars	2022	2021
Revenue	76.85	369.80
COGS	71.00	344.28
Total Assets	73.50	426.41
Total Equity	-	217.86
Debt	249.82	208.55
Gross Profit Margin (%)	7.61	6.90
Net Profit Margin (%)	-20.26	2.32
ICR (X)	0.15	1.73

Capital Structure
[Tk. in Million]



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSME 4	Stable	04 July 2023	03 July 2024

WCRSME 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Tk. in Million

Bank/NBFIs	Facilities	Disbursed/Sanctioned Amount	Outstanding Amount
NRBC Bank Limited (02.07.2023)	Loan General	15.12	15.88
	Loan Genral-RS-1	25.48	26.69
	Stimulus	20.00	21.56
	L/C	60.0	--
	Time Loan	(54.00)	54.36
IPDC Finance Limited (31 May 2023)	CC	65.00	66.72
	Term Loan	40.00	28.45

Financial Statements: Audited financial statements 2022.

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

RATING RATIONALE

WCRCL has downgraded **WCRSME 4** (Pronounced WASO Credit Rating Small and Medium Enterprise Four) rating to **Rafi Woven Bags Industries Limited** (hereinafter referred to as 'RWBIL' or 'The Company') 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 long period of business track record in history, experienced directors and management team, having group concern supports, maintained insurance policy. However, the above factors are constrained to some extent by decreasing trend in sales, non-diversification of buyers, tight liquidity position, negative Profitability position, highly levered capital structure, classification history.

The SME rating implies that the company has Average credit quality.

WCRCL also viewed the enterprise with Stable outlook and believes that RWBIL 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.