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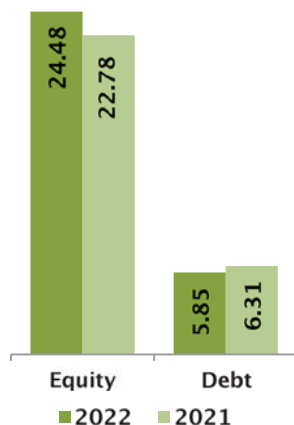
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Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	55.05	49.92
EBIT	6.74	5.33
Net Profit	6.22	5.20
Total Assets	30.34	29.08
Total Equity	24.48	22.78
Debt	5.85	6.31
Net Profit Margin (%)	11.3%	10.4%
CCC (Days)	78	82
ICR (X)	12.81	42.75

Capital Structure
(BDT. in million)



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	26 September 2023	25 September 2024

Financial Based on– Management prepared financial statements for 31st December 2021-2022.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSME3' (pronounced as WASO Credit Rating Small & Medium Enterprise Three) rating under the SME Rating to Dalas Stitch & Color (hereinafter referred as "DS&C" 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 business network
- Satisfactory banking relationship
- Good interest coverage position

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

- Lack of disclosure in the financial statements
- Tight liquidity position considering long cash conversion cycle
- Highly levered capital structure
- Low management information system (MIS) and Manual accounting system

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

WCRCL also viewed the enterprise with "Stable" outlook and believes that DS&C 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.