

4th SURVEILLANCE CREDIT RATING REPORT HAQUE TEXTILE

Ref. no.: FR/2023/031630



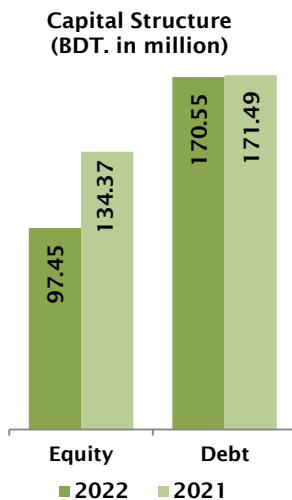
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Key Snapshot:

Tk. In Million

Particulars	FY22	FY21
Revenue	580.84	628.12
EBIT	57.14	65.06
Net Profit	38.29	45.11
Total Assets	268.00	305.86
Total Equity	97.45	134.37
Debt	170.55	171.49
Net Profit Margin (%)	6.6%	7.2%
CCC (Days)	116	119
ICR (X)	3.09	3.29



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRME 4	Stable	12 June 2023	11 June 2024

WCRME 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

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Bank Asia Limited	Overdraft	70.00	69.99	June 2023
	Demand Loan	60.00	--	
	TR	20.00	13.15	
	TL	60.25	58.47	

Financial Based on- Management prepared financial statements up to FY22.

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

RATING RATIONALE

WCRCL has downgraded 'WCRME 4' (pronounced as WASO Credit Rating Medium Enterprise our) rating under the SME Rating to Haque Textile (hereinafter referred to as 'HT' 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 downgraded based on the fundamentals of the enterprise which include profitable business performance, good business network, long business experience of the proprietor, industrial area may endow with the location advantage, maintained insurance coverage, good interest coverage ratio and comfortable security arrangement. However, the above rating has been moderated to some extent due to some factors like no disclosure in the financial statement, dependency on bank loan, tight liquidity position, rescheduling history in loan servicing manual accounting process and price volatility of trading products.

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

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