

# 1 St SURVEILLANCE CREDIT RATING REPORT

## AKAND TEXTILE MILLS LIMITED



Ref. no.: FR/2023/033520

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	A-	ST 3	Stable	26 September 2023	18 September 2024

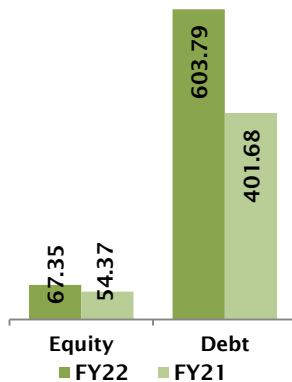
Bank Name	Mode of Investment	Sanctioned/ Limit Amount	Outstanding Amount
Southeast Bank Limited (24.09.2023)	Forced Loan-PIF	47.59	31.59
	OD	45.00	44.97

Tk. in million

### Key Snapshot:

Particulars	FY22	FY21
Revenue	684.09	543.36
EBIT	85.64	63.77
Net Profit	19.88	12.98
Total Assets	512.67	671.15
Total Equity	84.17	67.35
Debt	428.50	603.79
Net Profit Margin (%)	2.9%	2.4%
CCC (Days)	153.08	216.87
ICR (X)	1.30	1.26

### Capital Structure (BDT. in million)



**Financial Based on-** Audited statements up to 30 June 2022.

**Methodology:** Corporate rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

### RATING RATIONALE

WCRCL has assigned 'A-' (pronounced as Single A Minus ) rating for the Long Term and 'ST 3' (pronounced as Short Term Three) rating for Short Term to Akand Textile Mills Limited (hereinafter referred to as 'ATML' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has assigned 'blr ST 3' (pronounced Bank Loan Rating Short Term Three) rating for Short Term bank Loan. The above ratings have been assigned based on the fundamentals of the company which include experienced and skilled management, give good supportive facilities to the workers, and have group support and good fund flow from operation. However, the above factors are constrained by highly levered capital structure, tight liquidity position and low disclosure of the unaudited financial statements.

The long term rating implies that the entity is subject Moderately good credit quality. The short term rating implies that average ability to meet short term financial commitments.

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

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