

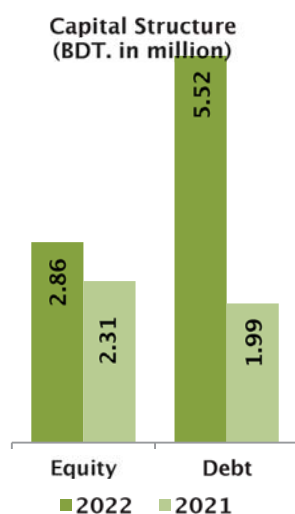
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Key Snapshot:

BDT. in million

Particulars	2022	2021
Revenue	51.21	30.12
EBIT	1.12	0.49
Net Profit	0.55	0.28
Total Assets	8.38	4.30
Total Equity	2.86	2.31
Total debt	5.52	1.99
Net Profit Margin (%)	1.1%	0.9%
Current Ratio (X)	0.10	0.17
ICR (X)	3.16	14.70



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SME Rating	Rating Notches	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	17 October 2023	16 October 2024

Financial Based on—audited financial statements up to 30 June 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 **Blazon Tex International Limited** (hereinafter referred as “BTIL” 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 the fundamentals of the enterprise which includes:

- Experience of promoter in the garments industries
- Experienced and proactive management
- Satisfactory safety measures
- Owned factory premises and good infrastructural arrangement
- Good interest coverage position
- Satisfactory banking relationship

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

- Average disclosure in the financial statement
- Highly levered capital structure
- Vulnerability in raw- materials price in the local and international market may impact profitability
- Adverse shock in RMG industry may affect revenue growth

The rating implies that the enterprise has an above average credit quality.

WCRCL also viewed the company with “Stable” outlook and believes that BTIL 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.