

7th SURVEILLANCE CREDIT RATING REPORT EMA PRINTING AND PACKAGING LIMITED

Ref. no.: FR/2023/33557



Report Contents:

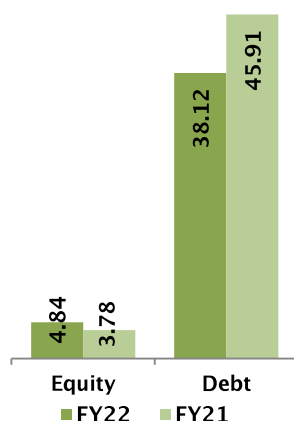
Particulars	Page
Rating Rationale	01
Corporate Profile	02
Business Management	02
Market Review	02
Business Analysis	03
Financial Strength Analysis	04
Banking Relationship	04
Risk Factor Analysis	05
Rating Observation	06

Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	54.49	53.33
EBIT	4.49	2.65
Net Profit	1.14	0.29
Total Assets	42.96	49.69
Total Equity	4.84	3.78
Debt	38.12	45.91
Net Profit Margin (%)	2.1	0.5
CCC (Days)	121	102
ICR (X)	1.45	1.19

Capital Structure
(BDT. in million)



Analysts:

Md. Monjur Alam Bappy
bappy@wasocreditrating.com

Ummay Fatema
fatema@wasocreditrating.com

SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	12 September 2023	11 September 2024

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

Tk. in million

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 04.09.2023
Mutual Trust bank Ltd.	CC-(Hypo)	3.50	3.59
	UAPS	(5.00)	-
	LTR	(10.00)	-
	LC(Sight)	20.00	-
	IDBP	15.00	4.23

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 and Medium Enterprise Three) rating under the SME Rating to **Ema Printing and Packaging Limited** (hereinafter referred to as 'EPPL' or "The Company") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been reaffirmed based on the fundamentals of the company which include experienced and skilled Management, good infrastructural arrangement, equipped with sufficient power backup, maintain insurance coverage, and moderate liquidity position. However, the above factors are constrained to some extent by, vulnerability in raw- materials price in the local market may impact, aerege disclosure in the financial statement and high leverage position in the capital structure.

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

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