

4th SURVEILLANCE CREDIT RATING REPORT MOONSTAR TAILORS & FABRICS

Ref. no.: FR/2023/031770



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SME Rating	WCRSME	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	04 July 2023	18 June 2024

WCRSME3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

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 **Moonstar Tailors & Fabrics** (hereinafter referred to as 'MSTF' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which include long business experiences of the proprietor, owned showroom with workshop, moderated leverage position, profitably ratios were in increasing position, good value to loan ratio, and good debt coverage position. However, the above factors are constrained to some extent vulnerability in price in the local market may impact profitability, manual accounting system, liquidity was in stressed position, lack of disclosure in the financial statements, and no insurance coverage for the inventory in stock.

The SME rating implies that Moonstar Tailors & Fabrics is adjudged to above average level credit quality to other small enterprises.

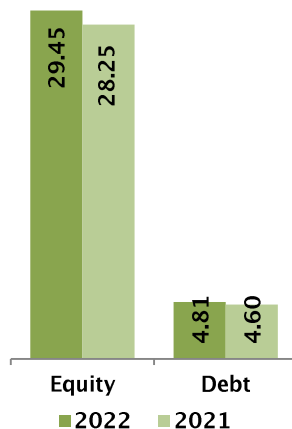
WCRCL also viewed Moonstar Tailors & Fabrics with "Stable" outlook and believes that the enterprise will be able to maintain its good fundamentals in the foreseeable future.

Key Snapshot:

BDT. in million

Particulars	FY22	FY21
Revenue	73.64	65.50
EBIT	9.38	9.00
Net Profit	8.96	8.00
Total Assets	34.26	32.85
Total Equity	29.45	28.25
Debt	4.81	4.60
Net Profit Margin (%)	12.2%	12.2%
CCC (Days)	159	174
ICR (X)	22.05	9.00

Capital Structure (BDT. in million)



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