

3rd SURVEILLANCE CREDIT RATING REPORT SHIMUL LADIES TAILORS & FABRICS

Ref. no.: FR/2023/031771



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SME Rating	WCRSME	Outlook	Date of Declaration	Date of Expiration
	WCRSME4	Stable	04 July 2023	11 May 2024

WCRSME4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 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 **WCRSME4** (pronounced as WASO Credit Rating Small & Medium Enterprise Four) rating under the SME Rating to **Shimul Ladies Tailors & Fabrics** (hereinafter referred to as 'SLT&F' 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, low leverage position, good value to loan ratio, and good debt coverage position. However, the above factors are constrained to some extent very small scale of business operation, vulnerability in price in the local market may impact profitability, manual accounting system, liquidity was in stressed position, rented showroom with workshop lack of disclosure in the financial statements, and no insurance coverage for the inventory in stock.

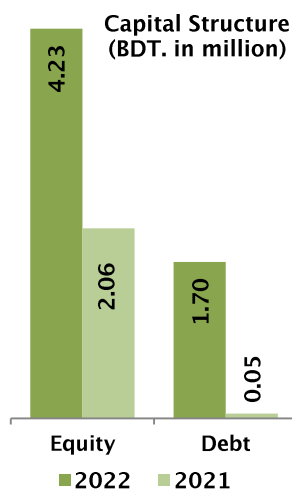
The SME rating implies that Shimul Ladies Tailors & Fabrics is adjudged to average credit quality to other small enterprises.

WCRCL also viewed Shimul Ladies 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	2022	2021
Revenue	11.00	9.26
EBIT	1.81	0.73
Net Profit	1.69	0.63
Total Assets	5.93	2.11
Total Equity	4.23	2.06
Debt	1.70	0.05
Net Profit Margin (%)	15.3%	6.8%
CCC (Days)	111	78
ICR (X)	18.13	8.13



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