

1<sup>st</sup> SURVEILLANCE CREDIT RATING REPORT  
NOOR KNIT (BD) LTD.

Ref. no.: CRA/14857/2023



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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB	ST 3	Stable	31 October 2023	05 November 2024

*Tk. In Million*

Name of Banks	Mode of Facility	Limit Amount	Outstanding Amount	Bank Loan Rating
Premier Bank Ltd. (26.10.2023)	BTB LC/EDF PC	150.00 15.00	46.55 0.00	blr ST 3
Bangladesh Commerce Bank Ltd. (24.10.2023)	BTB L/C	40.00	0.00	blr ST 3
<b>Total</b>		<b>205.00</b>	<b>46.55</b>	

*Financial Based on-Audited financial statements up to 30 June 2022, 2021.*

*Methodology: Corporate rating methodology published on the WCRCL website at www.wasocreditrating.com*

Key Snapshot:

*Tk. in million*

Particulars	FY22	FY21
Revenue	321.84	225.79
COGS	305.55	187.40
Profit from Operation	24.66	22.87
Financial Exp.	2.38	1.02
PAT	18.85	16.87
Total Assets	92.76	115.75
Total Debt	42.60	43.08
Total Equity	50.16	72.66
Debt/Equity (X)	1.18	0.59
ICR (X)	10.33	24.51

RATING RATIONALE

WCRCL has reaffirmed 'BBB' (pronounced as Triple B) rating for the Long Term and 'ST 3' (pronounced as Short Term Three) rating for Short Term to **Noor Knit (BD) Limited** (hereinafter referred to as '**NKL**' or '**The Company**') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has also assigned "blr ST 3" (pronounced as Bank Loan Rating Short Term Three) rating to the aggregated short term limit.

The above ratings have been assigned based on the fundamentals of the company which include experienced and proactive management, low levered in the capital structure, good interest coverage position, satisfactory safety measures, having sister concern support, satisfactory banking relationship, own factory premises.

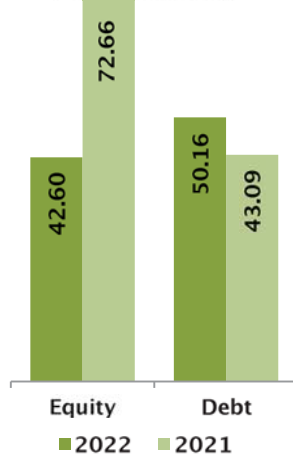
However, the above factors are constrained to average disclosure in the financial statement, vulnerability in raw-materials price in the local and international market may impact profitability, tight liquidity position, no insurance coverage, adverse shock in textile industry may affect revenue growth.

The long term rating implies that the company has average credit quality. The short term rating implies that the company has average ability to meet short term financial commitments.

WCRCL also viewed the company with "**Stable**" outlook and believes that **NKL** 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.

Capital Structure (BDT. in million)



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