

4th SURVEILLANCE CREDIT RATING REPORT PACK CONCERN LIMITED

Ref. no.: CRAR-5332/2023



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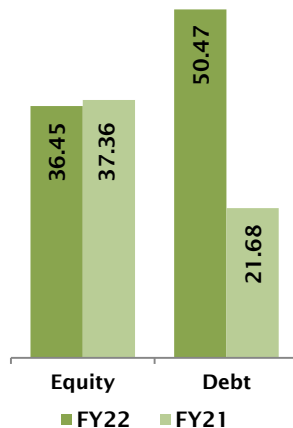
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Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	61.21	77.05
EBIT	3.95	4.58
Net Profit	-0.61	0.60
Total Assets	86.92	59.05
Total Equity	36.45	37.36
Debt	50.47	21.68
Net Profit Margin (%)	-1.0%	0.8%
CCC (Days)	45	28
ICR (X)	0.87	1.26

**Capital Structure
(BDT. in million)**



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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB	ST 3	Stable	25 October 2023	14 October 2024

Tk. in Million

Bank	Mode	Limit Amount	Outstanding Amount	Bank Loan Rating
IFIC Bank Limited (21.10.2023)	Term Loan I	16.00	10.76	blr BBB
	Term Loan II	2.00	1.70	
	Over Draft	5.00	4.84	
	LTR (Inner)	(35.00)	6.44	
	IDBP	50.00	10.31	blr ST 3
	Demand Loan	10.00	5.15	
	BG	10.00	5.28	
	LC	30.00 (65.00)	0.40	
Total		58.00	44.88	

Financial Based on-Audited financial statement up to 30 June 2022.

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

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 **Pack Concern Limited** (hereinafter referred to as '**PCL**' 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 BBB' (pronounced as Bank Loan Rating Triple B) for long term loan outstanding "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 skilled management, strong buyers profile which reflects revenue, maintained sound business relation with supplier & buyer, insurance coverage against fire, satisfactory safety measures, equipped with sufficient power backup, good banking conduct with regular loan repayment history, availability of the supply of raw materials.

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 and stressed liquidity position, poor interest coverage position, poor security arrangement, rented factory premises, market outlook derived tight related to linking industry i.e. Readymade garments.

The long term rating implies that the entity is subject average credit quality. The short term rating implies that average ability to meet short term financial commitments.

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