

# 8<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT S2L FASHIONS (PVT.) LIMITED

Ref. no.: FR/2023/033093



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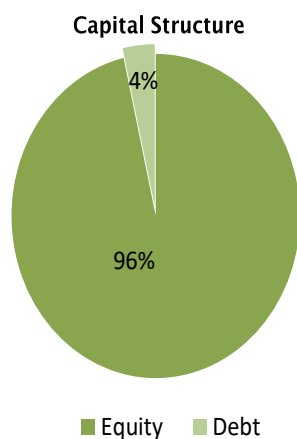
SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME2	Stable	08 August 2023	07 June 2024

WCRSME2 rating is equivalent to Bangladesh Bank SME rating scale of SME 2 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

## Key Snapshot:

Tk. in million

Particulars	FY22	FY21
Revenue	877.88	1324.18
EBIT	52.06	205.29
Net Profit	41.62	185.42
Total Assets	407.83	991.81
Total Equity	326.56	956.31
Debt	81.27	35.49
Net Profit Margin (%)	4.74	14.00
Current Ratio (X)	3.73	26.06
Interest Coverage Ratio (X)	8.73	19.35



## Analysts:

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Tk. in million

Bank Name	Mode of Investment	Sanctioned / Limit Amount	Outstanding Amount
Social Islami Bank Limited (30.06.2023)	Bai Salam	30.00	15.01
	Bai- Muazzal	7.50	7.56
	BBLC		79.76
Shahjalal Islami Bank Limited (30.06.2023)	Bills	330.00	0.00
	HPSM (T)	1.70	1.03
	BTB (LC/ABP/EDF)	400.00	81.97
	Bai-Salam (R)	10.00	4.23

**Financial Based on-** Audited financial statements up to 30 June 2022, 2021, and 2020.

**Methodology:** SME Rating Methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

## RATING RATIONALE

WCRCL has reaffirmed 'WCRSME2' (pronounced as WASO Credit Rating to S2L Small and medium Enterprise Two) rating under the SME Rating to **S2L Fashions (Pvt.) Limited** (hereinafter referred to as "S2LFL" or The Company) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

The above ratings have been assigned based on the fundamentals of the company which include experienced and skilled management, good infrastructural arrangement, equipped with sufficient power backup, low levered concern, strong group support, healthy coverage position, and good supportive facilities to the workers. However, the above rating has been moderated to some extent due to some factors like low liquidity position, significant dependency on specific zone of buyer.

The SME rating implies that the Company has very strong credit quality.

WCRCL also viewed the company with "Stable" outlook and believes that S2LFL 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.