

4th SURVEILLANCE CREDIT RATING REPORT UNISON WEAVING MILLS LIMITED

Ref. no.: FR/2023/033808



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	26 September 2023	25 September 2024

Financial Based on– Unaudited financial statements on 31 December 2022 and 2021.

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 and medium Enterprise Three) rating under the SME Rating to **Unison Weaving Mills Limited** (hereinafter referred to as ‘UWML’ or “The Company”) 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 company experienced and proactive management, financial flexibility arising from owner’s equity, good banking relationship, good position in debt coverage position, and satisfactory health and safety measures. However, the above factors are constrained to some extent by moderate level of disclosure in the financial statements, tight liquidity position, high COGS/Sales ratio, and long cash conversion cycle.

The SME rating implies that the company has above average level of credit quality.

WCRCL also viewed the company with “Stable” outlook and believes that UWML will be able to maintain its good fundamentals in the foreseeable future.

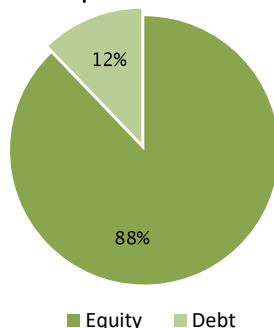
This rating may be revised in case of any extraordinary changes in line with the sponsor’s equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.

Key Snapshot:

Tk. in million

Particulars	2022	2021
Revenue	62.19	56.63
EBIT	6.58	5.71
Net Profit	5.63	4.86
Total Assets	28.05	26.81
Total Equity	24.63	23.57
Total Liabilities	3.41	3.24
Net Profit Margin (%)	9.05	8.57
Current Ratio (X)	7.08	6.96
Debt to Equity (X)	0.13	0.13

Capital Structure



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