

4<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT  
VISION APPARELS (PVT.) LIMITED

Ref. no.: FR/2023/033389



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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	A-	ST 3	Stable	05 September 2023	26 August 2024

Banks	Mode of Investment	Amount Limit	Outstanding Amount	Bank Loan Rating
Pubali Bank Limited (26.07.2023)	Term Loan-HBL	231.00	31.90	blr A-
	OD (FDR-2)	133.00	86.30	
	OD (FDR-3)	90.00	87.60	
	OD (WC)	100.00	23.90	
	Accepted	1,700.00	280.60	blr ST 3
	BBLC		341.00	
	EDF	3.58	3.58	
PC	100.00	24.80		

\*blr-Bank Loan Rating

Key Snapshot:

Particulars	Tk. in Million	
	2022	2021
Revenue	2,675.7	1,556.24
EBIT	237.02	147.11
Net Profit	200.35	133.77
Total Assets	3,529.99	3,562.50
Total Equity	3,098.7	2,898.37
Debt	431.26	622.81
Net Profit Margin (%)	7.5%	8.6%
CCC (Days)	69.81	147.70
ICR (X)	11.71	11.02

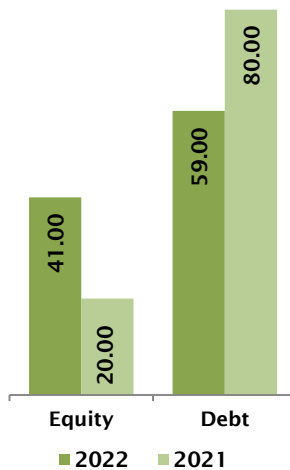
Financial Based Un-audited financial statements up to 31<sup>st</sup> December 2022.

Methodology: Corporate rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

RATING RATIONALE

WCRCL has reaffirmed 'A-' rating for the long term (pronounced as Single A Minus) and 'ST 3' (pronounced as Short Term Three) rating for the short term to Vision Apparels (Pvt.) Limited (hereinafter referred to as 'VAPL' 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 reaffirmed 'blr A-' (pronounced as bank loan rating Single A Three) rating to the long term loan outstanding and 'blr ST 3' (pronounced as bank loan rating Short Term Three) rating to short term loan limit.

Capital Structure (BDT. in million)



The above ratings have been assigned based on experience of promoter in the garments industries, experienced and skilled management, financial flexibility arising from Vision Group, strong buyer base, low leverage position in the capital structure, good liquidity position, satisfactory interest coverage position, insurance coverage against fire, comfortable security arrangement, satisfactory health and safety measures, regular loan repayment history.

However, the above factors are constrained to some extent by average disclosure in the financial statement, fluctuating profitability and adverse shock in RMG industry may affect revenue growth, rented factory premise.

The long term rating implies that the entity is subject Moderately good 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 VAPL 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

Analysts:

Md. Rafiul Bary  
rafi@wasocreditrating.com

Monira Islam  
monira@wasocreditrating.com

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