

4th SURVEILLANCE CREDIT RATING REPORT
VISION GARMENTS LIMITED

Ref. no.: FR/2023/033390



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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB+	ST 3	Stable	05 September 2023	04 September 2024

Bank Name	Investment Mode	Limit Amount	Tk. in Million	
			Outstanding as on 26.07.2023	Bank Loan Rating
Pubali Bank Limited	OD	20.00	13.70	blr ST 3
	PC	20.00	0.00	
	BBLC	617.50	236.0	
	BG (Specific)	3.20	3.20	
	EDF		22.10	
	TL	66.9	57.69	

*blr-Bank Loan Rating

Key Snapshot:

Particulars	Tk. in Million	
	2022	2021
Revenue	1,328.51	850.31
EBIT	80.27	55.46
Net Profit	65.01	49.86
Total Assets	605.96	677.08
Total Equity	404.20	339.18
Debt	201.76	337.89
Net Profit Margin (%)	4.9%	5.9%
CCC (Days)	-	8
ICR (X)	16.16	9.90

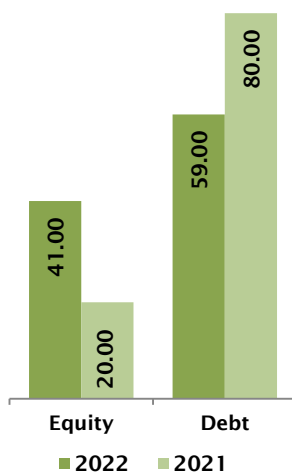
Financial Based Un-audited financial statements up to 31st December 2022

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

RATING RATIONALE

WCRCL has reaffirmed 'BBB+' rating for the long term (pronounced as Triple B Plus) and 'ST 3' (pronounced as Short Term Three) rating for the short term to Vision Garments Limited (hereinafter referred to as 'VGL' 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 ST 3' (pronounced as bank loan rating Short Term Three) rating to the aggregate short term loan limit.

Capital Structure (BDT. in million)



The above ratings have been assigned based on experienced promoter in the garments industries, experienced and skilled management, financial flexibility arising from Vision Group, 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, vulnerability in raw-materials price in the local and international market may impact profitability.

The long term rating implies that the entity is subject Moderately Moderate 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 VGL 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.

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