

10<sup>th</sup> SURVEILLANCE CREDIT RATING REPORT  
ALIEN WEAVING FACTORY LIMITED



Ref. no.: CRAR-0199/2023

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Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB	ST 3	Stable	28 December 2023	17 December 2024

Tk. in million

**Key Snapshot:**

Particulars	Tk. in million	
	FY23	FY22
Revenue	248.30	245.72
EBIT	26.07	27.10
Net Profit	24.69	24.38
Total Assets	247.97	248.30
Total Equity	154.66	129.97
Debt	93.31	118.33
Net Profit Margin (%)	9.9%	9.9%
Current Ratio (X)	202.55	184.72
ICR (X)	18.91	9.96

Bank	Mode of Investment	Limit Amount	Outstanding Amount	Bank Loan Rating
Social Islami Bank PLC [27.12.2023]	LC (Sight/EDF)	40.00	18.20	blr ST 3
	BAIM TR (Inner)	(1.00)	0.00	
	BAIM (Com)	6.00	5.13	blr ST 3
Shahjalal Islami Bank PLC [26.12.2023]	LC/EDF	100.00	16.34	
	EDF	(100.00)	50.87	
	IDBP	20.00	0.00	
	Bai-Muajjal	30.00	30.32	

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

**RATING RATIONALE**

WCRCL has reaffirmed **BBB** (pronounced Triple B) rating for the Long Term and **ST 3** (pronounced Short Term Three) rating for Short Term to **Alien Weaving Factory Limited** (hereinafter referred to as 'AWFL' 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 aggregated short term limit.

The above ratings have been assigned based on the fundamentals of the company which include experienced & skilled management, strong and diversified buyer base, revenue was increased trend with positive growth, low leverage position in the capital structure, favorable interest coverage position, maintained insurance coverage, satisfactory banking relationship, good infrastructure facility.

However, the above factors are to some extent constrained by average disclosure in the financial statements, vulnerability in raw-materials price in the local and international market may impact profitability, market outlook derived tight related to linking industry (i.e. RMG), working capital depends on bank loan, rented factory premises, adverse shock in RMG industry may affect revenue growth.

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 **AWFL** 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.

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



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