

4th SURVEILLANCE CREDIT RATING REPORT
BANGLADESH BAG AND FABRICS LIMITED



Ref. No.: CRAR-4780/2023

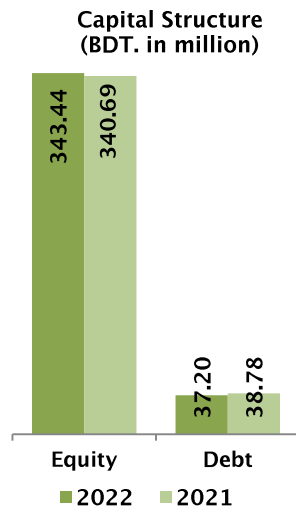
Report Contents:		SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration	
Particulars	Page		WCRSME3	Stable	05 December 2023	20 December 2024	
Rating Rationale	1	Uttara Bank PLC	Bank		Tk. in Million		
Business Profile	2		Facilities		Limit Amount	Outstanding Amount	
Shareholding Position	2		CC (H)	20.00	19.95	27.11.2023	
Management's Profile	3		LC	80.00	nil		
Business Analysis	3		PIF	(60.00)	45.258		
Financial Analysis	3						
Banking Position Analysis	4						
Risk Factors Analysis	4-5						
Rating Observations							

Key Snapshot: *Financial Based on: Unaudited financial statements up to 2022.*
Tk. in Million Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com

Particulars	2022	2021
Revenue	133.59	112.66
EBIT	19.00	15.10
Net Profit	15.00	12.55
Total Assets	380.64	379.48
Total Equity	343.44	340.69
Debt	37.20	38.78
Net Profit Margin (%)	11.2%	11.1%
CCC (Days)	263	311
ICR (X)	4.75	5.92

RATING RATIONALE

WCRCL has upgrade **WCRSME3** (Pronounced WASO Credit Rating Small & Medium Enterprise Three) rating to **Bangladesh Bag & Fabrics Limited** (hereinafter referred to as 'BBFL' or 'The Company') based on its financial and other relevant qualitative and quantitative information up-to the date of the Company.



The above rating has been assigned based on experienced sponsors, maintained sound relationship with suppliers, customers and lenders, relevant business experience of the key management team, long period of operation track record, good marketing and distributional network, profitable concern at the time of rating, low levered capital structure and comfortable coverage position. However, the above factors are constrained to some extent by small to medium scale of business operation, no insurance coverage, poor disclosures in financial statements, using rental basis outlets etc.

The rating implies that the enterprise has above average credit quality.

WCRCL also viewed the Company with **Stable** outlook and believes that **BBFL** 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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