

4th SURVEILLANCE CREDIT RATING REPORT
S.A. FABRICS

Ref. no.: CRAR-4778/2023



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SME Rating	Rating Notch	Outlook	Date of Declaration	Date of Expiration
	WCRSME3	Stable	05 December 2023	05 December 2024

Bank Name	Mode of Investment	Sanctioned Amount	Tk. in Million	
			Outstanding Amount	Date of Outstanding
Uttara Bank PLC	CC (H)	18.00	5.746	
	OD-CMSME	3.00	3.071	27.11.2023
	IBP	10.00	nil	

Financial Based on: Un-audited financial statements up to 31 December 2022.

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

RATING RATIONALE

WCRCL has reaffirmed **WCRSME3** (Pronounced WASO Credit Rating Small & Medium Enterprise Three) rating to **S.A. Fabrics** (hereinafter referred to as 'SAF' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the enterprise.

The above rating has been assigned based on good market reputation and strong business network, experienced proprietor and key management team, low levered enterprise, comfortable interest coverage position, maintained sound relation with supplier, buyer and lender and ready succession. However, the above factors are constrained to some extent by poor disclosure in unaudited financial statements, manual accounting system, tight liquidity position, small scales of operation and no own vehicles for transportation.

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

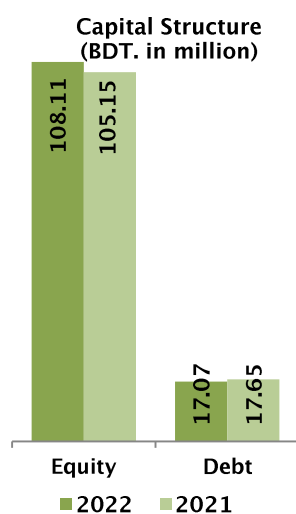
WCRCL also viewed the enterprise with **Stable** outlook and believes that **SAF** will be able to maintain its good fundamentals in the foreseeable future.

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:

BDT. in million

Particulars	2022	2021
Revenue	118.83	112.49
EBIT	13.98	11.64
Net Profit	12.66	10.52
Total Assets	125.18	122.81
Total Equity	108.11	105.15
Debt	17.07	17.65
Net Profit Margin (%)	10.70%	9.3%
CCC (Days)	95	104
ICR (X)	10.55	10.35



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