

## MIRA INFORM REPORT

Report No. :	523351
Report Date :	02.08.2018

### IDENTIFICATION DETAILS

Name :	MAHMUD DENIMS LIMITED
Registered Office :	Progressive Tower (1 <sup>st</sup> Floor), 1837, Sk. Mujib Road, Agrabad C/A, Chittagong
Country :	Bangladesh
Financials (as on) :	30.06.2017 (Summarized)
Date of Incorporation :	27.12.2004
Com. Reg. No.:	CH-5299
Legal Form :	Private Company
Line of Business :	Subject is Manufacturer, Exporter and Importer of Denim Fabric.
No. of Employees :	948

**RATING & COMMENTS**

(Mira Inform has adopted New Rating mechanism w.e.f. 23<sup>rd</sup> January 2017)

**MIRA's Rating :**

A

Credit Rating	Explanation	Rating Comments
A	Acceptable Risk	Business dealings permissible with moderate risk of default

<b>Status :</b>	Satisfactory
<b>Payment Behaviour :</b>	No Complaints
<b>Litigation :</b>	Clear

**NOTES :**

Any query related to this report can be made on e-mail : [infodept@mirainform.com](mailto:infodept@mirainform.com) while quoting report number, name and date.

**ECGC Country Risk Classification List**

Country Name	Previous Rating (31.12.2017)	Current Rating (01.04.2018)
Bangladesh	A2	A2

Risk Category	ECGC Classification
Insignificant	A1
Low Risk	A2
Moderately Low Risk	B1
Moderate Risk	B2
Moderately High Risk	C1
High Risk	C2
Very High Risk	D

**BANGLADESH - ECONOMIC OVERVIEW**

Bangladesh's economy has grown roughly 6% per year since 2005 despite prolonged periods of political instability, poor infrastructure, endemic corruption, insufficient power supplies, and slow implementation of economic reforms. Although more than half of GDP is generated through the services sector, almost half of Bangladeshis are employed in the agriculture sector, with rice as the single-most-important product.

Garment exports, the backbone of Bangladesh's industrial sector, accounted for more than 80% of total exports and surpassed \$28 billion in FY 2016-17. The sector continues to grow despite the need for improvements in factory safety conditions and workers' rights to avert further high-profile accidents that killed more than 1,000 workers in 2012 and 2013. In FY 2016-17, steady export growth in the garment sector, combined with \$13 billion in remittances from overseas Bangladeshis, contributed to Bangladesh's rising foreign exchange reserves.

The recent influx of over 700,000 additional refugees from Burma will place pressure on the Bangladeshi government's budget and the country's rice supplies, which declined in 2017 in part because of record flooding. Recent improvements to energy infrastructure, including the start of liquefied natural gas imports in 2018, represent a major step forward in resolving a key growth bottleneck.

Source : CIA

## **EXECUTIVE SUMMARY**

### **IDENTIFICATION DETAILS**

Correct company Name : **Mahmud Denims Limited**  
Head Office : House# 270, Lane# 3, New DOHS Baridhara, Dhaka-1206, Bangladesh.  
Tel No : 88-02-8411534  
Fax No : Nil  
E-mail : [info@mahmudgroup-bd.com](mailto:info@mahmudgroup-bd.com), [denims@mahmuddenims.com](mailto:denims@mahmuddenims.com)  
Website : [www.mahmuddenims.com](http://www.mahmuddenims.com)  
Date/ Year of : 27.12.2004  
Incorporation  
Incorporation No. : CH-5299  
Legal Form (General) :  Public Listed Co  Public (but not listed)  Private Co  State-owned Co  
 Sole Proprietorships  Partnership  Not Registered  
 others (please specify) \_\_\_\_\_  
Legal form (Specific) :  LTD  CORP  INC  CO  
 others (please specify) \_\_\_\_\_  
Issuing Authority :  Registrar of Joint Stock Companies & Firms  City Corporation  
 Municipal Administration  Union Council  
 Cantonment Board  Chief Controller of Import & Export (CCIE)

## **OTHER REGISTRY & CERTIFICATION DETAILS**

Value Added Tax(VAT) No : 18081004940 Date of Registration : N/A  
Issuing Authority : National Board of Revenue

Organization Name : Bangladesh Textile Mills Association.

Membership No : N/A

## **FINANCIALS- SUMMARY**

Year	Turnover/ Sales	Assets	Income
30 <sup>th</sup> June'2016	BDT 5180.39 Million	BDT 3527.92 Million	BDT 250.80 Million
30 <sup>th</sup> June'2017	BDT 4295.00 Million	BDT 3468.31 Million	BDT 239.57 Million

## **FULLCHECK REPORT DETAILS**

### **Information Parted By**

**Name** : Mr. Sirajul Islam  
**Designation** : General Manager  
**Contract No** : N/A

### **Locations Details**

**Operating Address** : House# 270, Lane# 3, New DOHS Baridhara, Dhaka-1206, Bangladesh.  
**Tel No** : 88-02-8411534  
**Fax No** : Nil  
**E-mail** : [info@mahmudgroup-bd.com](mailto:info@mahmudgroup-bd.com), [denims@mahmuddenims.com](mailto:denims@mahmuddenims.com)  
**Website** : [www.mahmuddenims.com](http://www.mahmuddenims.com)

**Location** : Owned Rented  Leased Area 3500 Sq. ft.

**Type of Office** : Commercial Office Bldg. Semi-commercial office Bldg.  
: Retail shop Industrial Park  
Business Center Home Office  
Residential Bldg.

### **Factory Address:**

**Address** : Shafipur, Kaliakoir, Gazipur, Bangladesh.  
**Tel No** : 88-06822-51117  
**Fax No** : Nil

### **Registered Address :**

**Address** : Progressive Tower (1<sup>st</sup> Floor), 1837, Sk. Mujib Road, Agrabad C/A, Chittagong, Bangladesh.  
**Tel No** : 88-031-2524563, 2525465  
**Fax No** : Nil

### **Branch Address:**

**Address** : House# 25, Road# 10, Section# 6, Uttara, Dhaka-1230, Bangladesh.  
**Tel No** : 88-01714166209, 01714166213  
**Fax No** : Nil

### **Employee :**

**No. of Employees** In Office : 48 In Factory : 900  
In Branch : N/A **Total** : 948

Details:

## **OWNERSHIP/SHAREHOLDERS**

<b>Names of Shareholders</b>	<b>No. of Share</b>
Mr. A. K. M. Aminul Islam	140000
Mrs. Fahmida Afroz	140000
Mr. Md. Nur Nabi Bhuiyan	190000
Mrs. Shahana Aslam	50000
Mr. Ashfaq Mahmud	240000
Mr. Rafee Mahmud	240000

## **DIRECTORS**

<b>Name</b>	<b>Designation</b>
Mr. A. K. M. Aminul Islam	Managing Director
Mrs. Fahmida Afroz	Director
Mr. Md. Nur Nabi Bhuiyan	Director
Mrs. Shahana Aslam	Director
Mr. Ashfaq Mahmud	Director
Mr. Rafee Mahmud	Director

## **MANAGEMENT**

**Name** : Mr. A. K. M. Aminul Islam  
**Job Description** : Managing Director  
**Nationality** : Bangladeshi.  
**Email address** : N/A  
**Other details** : N/A

**Name** : Mr. Sirajul Islam  
**Job Description** : General Manager  
**Nationality** : Bangladeshi.  
**Email address** : N/A  
**Other details** : 88-01714166204

**Name** : Mr. Md. Raihan  
**Job Description** : Deputy General Manager  
**Nationality** : Bangladeshi.  
**Email address** : N/A  
**Other details** : 88-01714166213

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Name : Mr. Sakha Nat Azad  
Job Description : Asst. General Manager  
Nationality : Bangladeshi.  
Email address : N/A  
Other details : N/A

## **BUSINESS OPERATIONS**

Nature of Activity : Manufacturer  Trader  Dealer  Distributor   
Exporter  Importer  Services  Others

### Range of Products:

Products : Denim Fabric.  
Spindle : 10296  
Production Capacity : 10800000 kg's Per Year  
Raw Material Requirement : 62,000 Bales (Per Year)  
Raw Material Consumption : 62,000 Bales (Last Year)  
Last Year Production : 7190562 kg's

### Trading Terms:

**Purchasing Terms:** L/C  Cash  Others   
Credit : 30 days 60 days  90 days  days

**Selling Terms :** L/C  Cash  Others   
Credit : 30 days 60 days  90 days  days

## **DETAILED DATA**

Trade : Overseas Clients : Red Cats  
Reference & Wal Mart  
Related Complies  
Parties Best seller  
Tom Tailor  
Little Wood  
Tv Mania, Miles  
Imar Export Spa  
Local Clients : N/A  
Overseas Suppliers : N/A

Local Suppliers	:	N/A
Trade	:	Exports(Country) : Europe
Markets	:	Imports(Country) : US, Belgian, Switzerland, Taiwan, Japan
Brand Name	:	N/A
Certified	:	N/A
Name of Auditors	:	N/A
Operation Status	:	Active

## ***CAPITAL STRUCTURE***

Authorized Capital	:	BDT 500 Million
Paid-up Capital	:	BDT 100000000
No. of Shares	:	1000000
Share Value	:	BDT 100.00 Each
Main Assets	:	BDT 3468.31 Million

## ***FINANCIAL STATEMENT- DETAILED***

Summary information has been submitted

## ***ASSOCIARES/SUBSIDIARIES/ RELATED PARTIES***

Name of The Group	:	Mahmud Group.
Subsidiary	:	N/A
Sister Concerns	:	Bhuiya Brothers Provita Feed Ltd Mars Textile Ltd Provita Ship Yard ABS Composition Mahmud Jeans Ltd Mahmud Enterprise Mousumi Enterprise Mahmud Indigo Ltd Provita Breeders Ltd Provita Fish Feed Ltd Provita Seeds Limited Mahmud Washing Ltd

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Mahmud Spinning Ltd  
Provita Chicks Limited  
Mahmud Ship Yard Ltd  
Provita Oxygen Limited  
Noor E Madina Overseas  
Pacific Oil Company Ltd  
Provita Hatcheries Limited  
Provita Hat Cheries Limited  
M/s. Rupali Trading Agency  
Provita Milk & Meat Process Ltd

## **BANKING**

**Bank Name** : Islami Bank Bangladesh Ltd.  
**Bank Address** : Uttara Branch  
Kushal Centre, Uttara Model Town, Dhaka, Bangladesh.  
Tel: 88-02-8920500, 8918055, 8923976

## **ADVERSE DATA MONITORING**

**Dishonored Checks** : No Record Found  
**Debt** : No Record Found  
**Litigation** : Clear  
**Performance Defaults** : No Record Found  
**Adverse Coverage/ History** : No Record Found  
**Local Adverse** :  
**Media Filling** :

## **SITE VISIT COMMENTARY**

Our representative visited the subject company Head Office at House# 270, Lane# 3, New DOHS Baridhara, Dhaka-1206, Bangladesh. It is situated at Residential Area.

## **GENERAL COMMENTS**

SC is considered medium-sized in its line with fairly stable financial conditions.

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**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 68.60
UK Pound	1	INR 89.93
Euro	1	INR 80.11
BDT	1	INR 0.81

**Note :** Above are approximate rates obtained from sources believed to be correct

**INFORMATION DETAILS**

<b>Analysis Done by :</b>	DIV
<b>Report Prepared by :</b>	POJ

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**RATING EXPLANATIONS**

Credit Rating	Explanation	Rating Comments
A++	Minimum Risk	Business dealings permissible with minimum risk of default
A+	Low Risk	Business dealings permissible with low risk of default
A	Acceptable Risk	Business dealings permissible with moderate risk of default
B	Medium Risk	Business dealings permissible on a regular monitoring basis
C	Medium High Risk	Business dealings permissible preferably on secured basis
D	High Risk	Business dealing not recommended or on secured terms only
NB	New Business	No recommendation can be done due to business in infancy stage
NT	No Trace	No recommendation can be done as the business is not traceable

NB is stated where there is insufficient information to facilitate rating. However, it is not to be considered as unfavourable.

This score serves as a reference to assess SC's credit risk and to set the amount of credit to be extended. It is calculated from a composite of weighted scores obtained from each of the major sections of this report. The assessed factors are as follows:

- Financial condition covering various ratios
- Company background and operations size
- Promoters / Management background
- Payment record
- Litigation against the subject
- Industry scenario / competitor analysis
- Supplier / Customer / Banker review (wherever available)