

## MIRA INFORM REPORT

<b>Report No. :</b>	540096
<b>Report Date :</b>	21.11.2018

### IDENTIFICATION DETAILS

<b>Name :</b>	KDS TEXTILE MILLS LTD
<b>Registered Office :</b>	251-252-255, Baizid Bostami Road, Nasirabad I/A, Chittagong
<b>Country :</b>	Bangladesh
<b>Financials (as on) :</b>	30.06.2017 (Summarized)
<b>Date of Incorporation :</b>	07.12.1953
<b>Com. Reg. No.:</b>	CH-1506
<b>Legal Form :</b>	Public (but not listed)
<b>Line of Business :</b>	Manufacturer, Exporter and Importer of Knit Fabrics.
<b>No. of Employees :</b>	490

### RATING & COMMENTS

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

<b>MIRA's Rating :</b>	A
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Credit Rating	Explanation	Rating Comments
A	Acceptable Risk	Business dealings permissible with moderate risk of default

<b>Status :</b>	Satisfactory
<b>Payment Behaviour :</b>	Slow but Correct
<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.

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**ECGC Country Risk Classification List**

Country Name	Previous Rating (30.06.2018)	Current Rating (30.09.2018)
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.

Garments, the backbone of Bangladesh's industrial sector, accounted for more than 80% of total exports in FY 2016-17. The industrial sector continues to grow, despite the need for improvements in factory safety conditions. Steady export growth in the garment sector, combined with \$13 billion in remittances from overseas Bangladeshis, contributed to Bangladesh's rising foreign exchange reserves in FY 2016-17.

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 : **KDS Textile Mills Ltd**  
Head Office : 251-252-255, Baizid Bostami Road, Nasirabad I/A, Chittagong, Bangladesh.  
Tel No : 88-031-681240-4, 682474-8  
Fax No : 88-031-681398, 682836  
E-mail : info@kdsgroup.net, textile@kdsgroup.net  
Website : www.kdsgroup.net  
Date of Established : 07.12.1953  
Incorporation No. : CH-1506  
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 : 24081006505 Date of Registration : N/A  
Issuing Authority : National Board of Revenue

Organization Name : Bangladesh Garments Manufacturer & Exporters Association  
Membership No : 3763

## **FINANCIALS- SUMMARY**

Year	Turnover/ Sales	Assets	Income
30 <sup>th</sup> June'2016	BDT 825 Million	BDT 1250.25 Million	BDT 31.90 Million
30 <sup>th</sup> June'2017	BDT 956 Million	BDT 1281.73 Million	BDT 34.20 Million

## **FULLCHECK REPORT DETAILS**

### **Information Parted By**

Name : Mr. Md. Musa Chowdhury

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**Designation** : Company Secretary & Commercial Officer  
**Contract No** : N/A

**Locations Details**

**Operating Address** : 251-252-255, Baizid Bostami Road, Nasirabad I/A, Chittagong, Bangladesh.  
**Tel No** : 88-031-681240-4, 682474-8  
**Fax No** : 88-031-681398, 682836  
**E-mail** : info@kdsgroup.net, textile@kdsgroup.net  
**Website** : www.kdsgroup.net

<b>Location :</b>	: Owned	Rented	Leased	√	Area	2400	Sq. ft.
<b>Type of Office :</b>	Commercial Office area		√		Semi-commercial office Bldg.		
	Retail shop				Industrial Park		
	Business Center				Home Office		
	Residential Bldg.						

**Factory Address:**

**Address** : 251-252-255, Baizid Bostami Road, Nasirabad I/A, Chittagong, Bangladesh.  
**Tel No** : N/A  
**Fax No** : N/A

**Registered Address:**

**Address** : 1, Haji Amir Ali Chy. Road, Khatungonj, Chittagong, Bangladesh.  
**Tel No** : Nil  
**Fax No** : Nil

**Branch Address:**

**Address** : House# 63, Road# 04, Block# C, Banani, Dhaka-1213, Bangladesh.  
**Tel No** : 88-02-9883279, 8821722  
**Fax No** : 88-02-8825218

**Employee:**

<b>No. of Employees</b>	<b>In Office</b> : 70	<b>In Factory</b> : 415
	<b>In Branch</b> : 5	<b>Total</b> : 490

**Details:**

## **OWNERSHIP/SHAREHOLDERS**

<b>Names of Shareholders</b>	<b>No. of Share</b>	<b>Country</b>
Mr. Khalilur Rahman	45500	Bangladesh.
Mr. Salim Rahman	1500	Bangladesh.
Mr. S. M. Shameem Iqbal	1000	Bangladesh.
Mrs. Farida Akther	500	Bangladesh.
Miss Tahmina Akther	500	Bangladesh.
Ms. Hasina Akther	500	Bangladesh.
K.I. Y. Steel Industries Ltd	175000	Bangladesh.

## **DIRECTORS**

**Name** : Mr. Khalilur Rahman  
**Designation** : Managing Director  
**Nationality** : Bangladeshi.  
**Email address** : N/A  
**Other details** : N/A

**Name** : Mr. Salim Rahman  
**Designation** : Director  
**Nationality** : Bangladeshi.  
**Email address** : N/A  
**Other details** : N/A

**Name** : Mr. S. M. Shameem Iqbal  
**Designation** : Director  
**Nationality** : Bangladeshi.  
**Email address** : N/A  
**Other details** : N/A

**Name** : Miss Tahmina Akther  
**Designation** : Director  
**Nationality** : Bangladeshi.  
**Email address** : N/A  
**Other details** : N/A

## **MANAGEMENT**

**Name** : Mr. Khalilur Rahman  
**Job Description** : Managing Director  
**Nationality** : Bangladeshi  
**Email address** : N/A

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**Other details** : N/A

**Name** : Mr. Monir Hossain  
**Job Description** : Executive Director  
**Nationality** : Bangladeshi  
**Email address** : N/A  
**Other details** : N/A

**Name** : Mr. Syed Mohd Kutubuddin  
**Job Description** : General Manager (Commercial)  
**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** : Knit Fabrics.  
**Production Capacity** : N/A  
**Last Year Production** : N/A

### **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 : Fila  
**Reference &** : Target  
**Related** : K-mart  
**Parties** : Wal-Mart  
: Globe trotter.  
**Local Clients** : N/A

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	Overseas Suppliers	:	N/A	
	Local Suppliers	:	N/A	
Trade Markets	:	Exports(Country)	:	USA, Europe
		Imports(Country)	:	China, India, Thailand
Brand Name	:		:	N/A
Certified	:		:	N/A
Name of Auditors	:		:	N/A
Operation Status	:		:	Active

## ***CAPITAL STRUCTURE***

Authorized Capital	:	BDT 600 Million
Paid-up Capital	:	BDT 22450000
No. of Shares	:	224500
Share Value	:	BDT 100.00 Each
Main Assets	:	BDT 1281.73 Million

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

Summary Information has been submitted to local registry office.

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

Name of The Group	:	KDS Group
Name of Mother Company	:	Nil
Subsidiary	:	Nil
Sister Concerns	:	KDS Energy Ltd KDS Fashion Ltd. KDS Apparels Ltd KDS Minerals Ltd KDS Technologies KDS QAC Limited KDS Properties Ltd. K.Y. Steel Mills Ltd Steel Accessories Ltd. KDS Spinning Mills Ltd. KDS Re-Rolling Mills Ltd

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KDS Printing Industries Ltd.  
KDS Knitting Industries Ltd.  
KDS Communication Limited.  
KDS Garments Industries Ltd.  
K. Y. C. R. Coil Industries Ltd  
KDS Paper and Board Mills Ltd  
KDS Yarn Dyeing Industries Ltd.  
KDS Cotton Poly Thread Ind Ltd.  
KDS Hi-Tech Garments (BD) Ltd  
KDS Packaging Industries Limited.  
KDS Information Technologies Co. & Ltd

## ***BANKING***

**Bank Name** : Prime Bank Ltd  
**Bank Address** : Agrabad Branch  
Chittagong Chamber House, 38, Agrabad C/A, Chittagong-4100, Bangladesh.  
Tel: 88-031-727018, 716724-5  
Fax: 88-031-718971

## ***ADVERSE DATA MONITORING***

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

## ***SITE VISIT COMMENTARY***

Our representative visited the subject company Head Office which is situated at 251-252-255, Baizid Bostami Road, Nasirabad I/A, Chittagong, Bangladesh. It is situated at a Commercial Area.

## ***GENERAL COMMENTS***

The subject company is a well-known reputed company in Bangladesh. It is reputed company in this line of business.

**FOREIGN EXCHANGE RATES**

Currency	Unit	Indian Rupees
US Dollar	1	INR 71.33
UK Pound	1	INR 91.72
Euro	1	INR 81.69
BDT	1	INR 0.85

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

**INFORMATION DETAILS**

Analysis Done by :	NIS
Report Prepared by :	TRU

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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)