



Esquire Knit Composite Ltd

Issue manager : Prime Finance Management Ltd.

Cut-off price: BDT 45

Ipo price: BDT 40

No. of shares: 34,895,833



General public: 14,062,501
Els : 20,833,332

Share matured on debut day: 24,479,167

Key person: Mr. MD. Mofazzal Hossain(Chairman),
Mr. Md. Ehsanul Habib(MD)

Incorporation: 16 February 2000

Commercial production: 2001

Factory Location: 22/58, Kanchpur, Sonargaon,
Narayanganj

Nature of business: 100% export oriented
Company. It produces different types of Knit Garments.

Production Capacity used: 72%

Objective of the issuing IPO:

The main objective of the issue is to invest in expansion project which shall be constructed on Company's own land situated in Valuka, Mymensingh amount on BDT 5766.35mn.

Project funding	Amount (BDT mn)
Bank & other loan	3469.67
Internal source(business operation)	861.07
IPO fund	1435.61
Total project cost	5766.35

Utilization of IPO proceeds	Amount (BDT mn)
New machine installation	431.40
New factory construction	1004.22
IPO expense	64.38
Total	1500

Valuation	Range (BDT)
DCF value per share	65-75.5
Earning based per share	52-65
Similar stock based	50-68
Benjamin Graham valuation	60-92

Authorized Capital : 2000 mn
Paid up Capital (before IPO) : 1000 mn
Paid up capital (after IPO) : 1348.96 mn
No. of shares after IPO : 134,895,833

Share holding	Percentage(After IPO)
Director	74.13%
Institute	15.45%
Public	10.42%
Total share= 134,895,833	100%

Income statement summary (BDT mn)				
Details	2018	2017	2016	2015
Revenue	4841.14	4453.55	4426.37	4385.43
<i>growth</i>	<i>8.70%</i>	<i>0.62%</i>	<i>0.93%</i>	<i>1.36%</i>
Gross profit	1037.07	921.90	1011.46	959.38
Net profit	373.97	312.15	296.76	250.46
<i>growth</i>	<i>19.81%</i>	<i>5.19%</i>	<i>18.49%</i>	<i>-3.22%</i>
Eps	3.44	3.12	2.97	2.50

Balance sheet summary (BDT mn)				
Details	2018	2017	2016	2015
Total Assets	7566.84	7291.50	6858.06	6535.04
S.Equity	4927.14	4583.17	4348.76	4117.56
Cash is hand	78.00	66.22	55.33	86.22
Total debt	2639.70	2708.33	2509.30	2476.29
Paid-Up	1000	1000	600	600
Reserve	1940.55	1596.58	1562.17	1530.97
NAV	49.27	45.83	57.72	68.63
NAV(without revaluation)	29.40	25.96	31.24	35.51

Key financial metrics	2018	2017	2016	2015
Gross profit margin	21.42%	20.70%	22.85%	21.88%
Net profit margin	7.73%	7%	6.71%	5.71%
ROA	4.94%	4.28%	4.33%	3.83%
ROE	7.59%	6.81%	6.82%	6.08%
Debt to equity	53.57%	59.90%	57.70%	60.14%
Debt to asset	34.89%	37.14%	36.59%	37.89%

Latest PSI	Q2 (2018-2019)	Q2 (2017-2018)
NAV	51.31/31.44(ex.rev)	49.27/29.40(ex.rev)
EPS	1.16/2.04(half yr)	0.97/1.85(half yr)
NOCFPS	2.04	1.85