

# CREDIT RATING REPORT SHAHEEN LEATHER STORE (SURVEILLANCE)

Ref. no.: FR/2018/06535



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	13 November 2018	18 June 2019

WCRSE 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD (BIC) 661/14B (P)/2014/2093.

Tk. in million				
Bank Name	Mode of Investment	Limit Amount	Outstanding Amount	Outstanding Date
Social Islami Bank Limited	Baim( SME)	11.00	11.30	30.10.2018

## Key Snapshot:

Particulars	Tk. In million	
	2017	2018
Revenue	55.00	66.0
EBIT	5.80	5.36
Net Profit	5.12	4.74
Total Assets	35.26	37.62
Total Equity	34.06	34.52
Total Liabilities	1.20	3.10
Net Profit Margin (%)	8.10	8.61
Current Ratio (X)	28.34	10.77
Debt to Equity (X)	0.04	0.09

**Financial Based on-** Unaudited financial statements up to 31 December 2017.

**Methodology:** SME Rating Methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

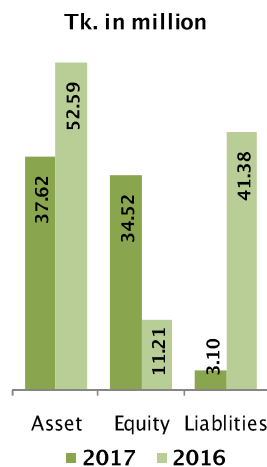
## RATING RATIONALE

WCRCL has reaffirmed WCRSE 4 (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to **Shaheen Leather Store** (hereinafter referred to as 'SLS' or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above ratings have been assigned based on the fundamentals of the enterprise which long experience of the proprietor in this business, good banking conduct, and maintain insurance coverage. However, the above factors are constrained to some extent by lower profit margin, long cash conversion cycle, followed manual accounting procedures, and poor disclosure of financial statements.

The SME rating implies that the enterprise is adjudged to average level of credit worthiness in relation to other SE's / ME's.

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



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