

CREDIT RATING REPORT ABDUL LATIF & SONS

Ref. no.: FR/2019/07996



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	07 May 2019	06 May 2020

WCRSE 3 rating is equivalent to Bangladesh Bank SME rating scale of SME 3 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Tk. in million				
Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Uttara Bank Limited	CC (Hypo)	5.00	2.97	29.04.2019

Key Snapshot:

Particulars	Tk. in million	
	2018	2017
Revenue	9.00	7.00
EBIT	2.63	1.47
Net Profit	2.10	1.30
Total Assets	11.80	6.50
Total Equity	6.00	4.20
Debt	5.80	2.30
Net Profit Margin (%)	23.3	18.6
Current Ratio (X)	1.99	2.71
CCC (Days)	396	340
ICR (X)	5.25	9.80

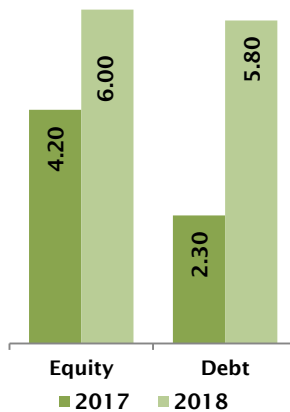
Financial Based on- Management prepared financial statements up to 31 December 2018.

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

RATING RATIONALE

WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Abdul Latif & Sons** (hereinafter referred to as 'ALS' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up to the date of the rating assessment.

Capital Structure
(Tk. in million)



The above ratings have been assigned based on the fundamentals of the enterprise which include long business experiences of the proprietor, good business network, and moderate leverage position in the capital structure, good liquidity position, comfortable security arrangement, and good interest coverage position. However, the above factors are constrained to some extent by no disclosure in the financial statement, market saturation or high competition, price volatility of the products, Proprietorship concern has no legal entity and sales revenue was in understated.

The SME rating implies that the enterprise is adjudged to **above average level** of credit worthiness in relation to other small enterprises.

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