

CREDIT RATING REPORT ASHA SHIFA HARDWARE

Ref. no.: FR/2019/07997



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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

| Name of the Bank | Mode of Investment | Sanctioned Amount | Tk. in million | |
|---------------------|--------------------|-------------------|--------------------|------------------|
| | | | Outstanding Amount | Outstanding Date |
| Uttara Bank Limited | CC (Hypo) | 4.00 | 4.24 | 29.04.2019 |

Key Snapshot:

| Particulars | Tk. in million | |
|-----------------------|----------------|-------|
| | 2018 | 2017 |
| Revenue | 25.70 | 24.00 |
| EBIT | 2.93 | 2.93 |
| Net Profit | 2.50 | 2.40 |
| Total Assets | 13.60 | 12.60 |
| Total Equity | 8.60 | 7.80 |
| Debt | 5.00 | 4.80 |
| Net Profit Margin (%) | 9.7 | 10.0 |
| Current Ratio (X) | 2.66 | 2.56 |
| CCC (Days) | 176 | 185 |
| ICR (X) | 7.33 | 5.85 |

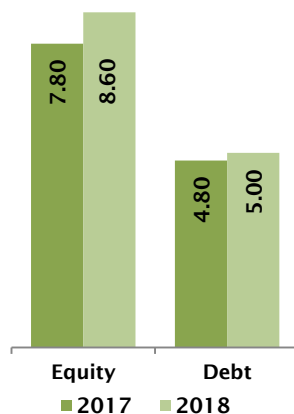
Financial Based on- Management prepared financial statements up to 31 December 2018.

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 **Asha Shifa Hardware** (hereinafter referred to as 'ASH' 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 low 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.

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 **ASH** will be able to maintain its good fundamentals in the foreseeable future.