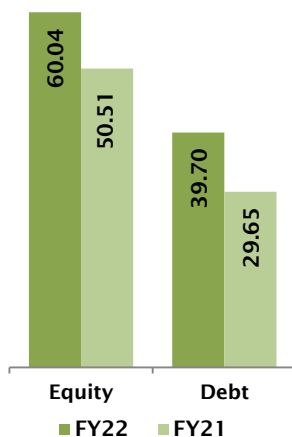


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Key Snapshot: Tk. in Million

Particulars	FY22	FY21
Revenue	484.19	455.00
EBIT	79.50	71.83
Net Profit	74.04	68.76
Total Assets	99.74	80.16
Total Equity	60.04	50.51
Debt	39.70	29.65
Net Profit Margin (%)	15.3	15.1
CCC (Days)	73	69
ICR (X)	17.07	30.88

Capital Structure
(BDT. in million)

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	28 November 2023

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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
AB Bank Limited	OD	12.50	-	10.10.2022
	Stimulus	10.00	10.00	
	LC	70.00	-	
	TR	15.00	-	

Note: According to Sanction letter, the enterprise has a sister concern namely Trust International, which is enjoying the LC, RTR limit of BDT. 65.00 million against outstanding amount at Nil as on 10.10.2022

Financial Based on- Management prepared financial statements up to 30th June 2022.

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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Akter & Sons (hereinafter referred to as 'A&S' or 'The Business') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Good business network
- Good interest coverage position
- Low levered capital structure

However, the above rating has been moderated to some extent due to some factors like:

- Tight liquidity position with long cash conversion cycle
- Low disclosure of financial statements
- Inventory holding risk
- Low management information system (MIS) and Manual accounting system

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

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