

SURVEILLANCE CREDIT RATING REPORT BHAI BHAI FILLING STATION



Ref. no.: FR/2022/25675

Report Contents:

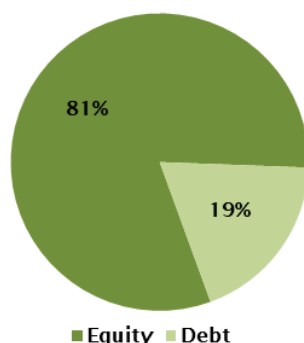
Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Business Analysis	3
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	5
Rating Observation	5

Key Snapshot:

BDT. in million

Particulars	FY22	FY21
Revenue	237.50	228.85
EBIT	5.62	5.33
Net Profit	5.28	4.99
Total Assets	27.05	23.86
Total Equity	21.95	20.96
Total debt	5.10	2.90
Net Profit Margin (%)	2.2%	2.2%
CCC (Days)	23	21
ICR (X)	19.38	18.68

**Capital Structure
(BDT. in million)**



Analysts:

Moni Khondoker
moni@wasocreditrating.com

Maharan Nasrin
maharan@wasocreditrating.com

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	19 September 2022	13 September 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

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 Bhai Bhai Filling Station (hereinafter referred as "BBFS" or "The Enterprise") 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
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- 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:

- Lack of disclosure in the financial statement
- No insurance coverage
- Single supplier concentration
- Price volatility of trading products

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