

CREDIT RATING REPORT CRONY ENGINEERS LIMITED



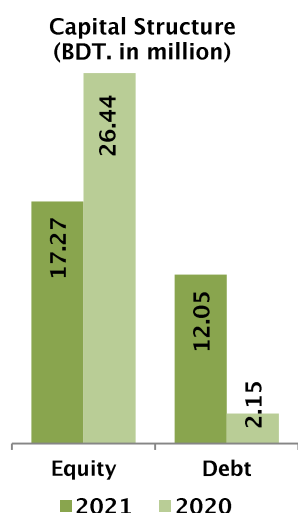
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Report Contents:

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

Key Snapshot:

BDT. in million			
Particulars	2021	2020	
Revenue	27.18	25.42	
EBIT	2.56	1.18	
Net Profit	1.69	1.18	
Total Assets	29.33	28.58	
Total Equity	17.27	26.44	
Total debt	12.05	2.15	
Net Profit Margin (%)	6.2%	4.6%	
CCC (Days)	459	435	
ICR (X)	3.01	-	



SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	10 October 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 assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to Crony Engineers Limited (hereinafter referred as "CEL" 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 sponsors and employees in the business, renowned government and corporate clients, satisfactory banking conduct, most transactions are in cash, good liquidity position, low leverage position and maintained sound business relation with supplier & buyer. However, the above rating has been moderated to some extent due to some factors like average disclosure in the financial statements, manual accounting system, low interest coverage ratio, technological obsolesce and market saturation or high competition.

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

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