

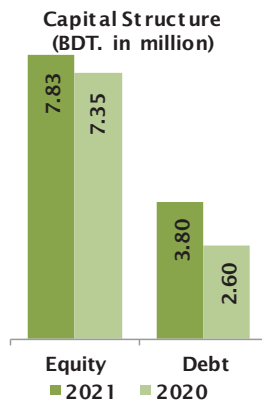
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#### Key Snapshot:

BDT. in million

| Particulars           | 2021  | 2020  |
|-----------------------|-------|-------|
| Revenue               | 13.56 | 12.54 |
| EBIT                  | 1.16  | 1.12  |
| Net Profit            | 0.91  | 0.85  |
| Total Assets          | 11.63 | 9.95  |
| Total Equity          | 7.83  | 7.35  |
| Total debt            | 3.80  | 2.60  |
| Net Profit Margin (%) | 6.7%  | 6.8%  |
| CCC (Days)            | 193   | 189   |
| ICR (X)               | 4.70  | 4.19  |



#### Analysts:

Fatema-Tuj-Jahura Jhumu  
jhumu@wasocreditrating.com

Monira Islam  
monira@wasocreditrating.com

| SME Rating | WCRSE/WCRME | Outlook | Date of Declaration | Date of Expiration |
|------------|-------------|---------|---------------------|--------------------|
|            | WCRSE 3     | Stable  | 19 September 2022   | 18 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

BDT. in Million

| Bank Name             | Mode of Investment | Sanctioned Amount | Outstanding Amount | Date of Outstanding |
|-----------------------|--------------------|-------------------|--------------------|---------------------|
| National Bank Limited | CC (H)             | 4.00              | 2.50               | 18.09.2022          |

Financial Based on-Unaudited financial statements up to 31<sup>st</sup> December 2021.

Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

#### RATING RATIONALE

WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise **Three**) rating under the SME Rating to **Gazi Traders** (hereinafter referred as "GT" 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:

- Tight liquidity position with long cash conversion cycle
- No insurance coverage
- 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 GT will be able to maintain its good fundamentals in the foreseeable future.