

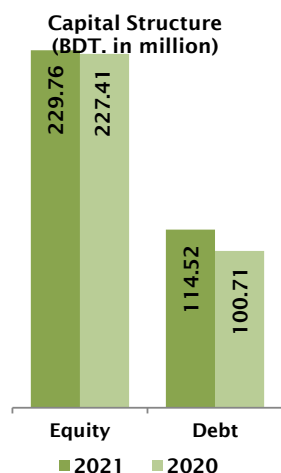
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## Key Snapshot:

Tk. in million

Particulars	2021	2020
Revenue	716.71	682.58
EBIT	27.21	21.20
Net Profit	16.91	11.34
Total Assets	344.27	328.12
Total Equity	229.76	227.41
Debt	114.52	100.71
Net Profit Margin (%)	2.4	1.7
CCC (Days)	99	100
ICR (X)	5.51	3.34



## Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	19 September 2022	30 August 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

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount Dated on 18/09/2022
Islami Bank	Bai-Murabaha (TR)	70.00	61.05
Bangladesh Limited	Stimulus package	10.00	15.41

\*The Limit amount of Tk. 80.00 million is interchangeable with its sister concerns.

**Financial Based on-** Audited 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 reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise three) rating under the SME Rating to Islamia Electric (hereinafter referred to as 'IE' or 'The enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

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

- Good business network
- Long business experiences of the proprietor
- Low levered enterprise
- Good interest coverage position
- Maintained insurance coverage

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

- Lack of sufficient disclosure in the financial statements
- Tight liquidity position
- Price volatility of trading products
- High competition in the business
- Poor security arrangement

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