

SURVEILLANCE CREDIT RATING REPORT KAMRUL VARIETIES STORE



Ref. no.: FR/2022/26073

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	18 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

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Uttara Bank Limited	CC(H)	3.50	2.32	02.10.2022
Total		3.50	2.32	

BDT. in million

Key Snapshot:

Particulars	2021	2020
Revenue	25.00	24.00
EBIT	2.64	2.00
Net Profit	2.63	1.95
Total Assets	22.36	21.22
Total Equity	20.26	21.00
Total debt	2.10	0.22
Net Profit Margin (%)	10.5%	8.1%
CCC (Days)	287	286
ICR (X)	n/a	40.00

BDT. in million

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Kamrul Varieties Store** (hereinafter referred as "KVS" or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

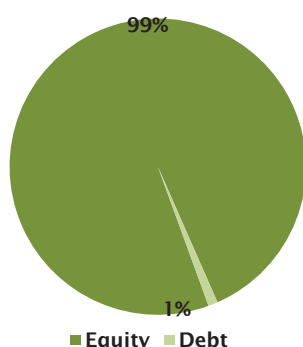
The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Satisfactory banking relationship
- Good mortgage security coverage against loan
- Good 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
- Trade license not updated
- Low disclosure of financial statements
- Low management information system (MIS) and Manual accounting system

Capital Structure (BDT. in million)



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