

# SURVEILLANCE CREDIT RATING REPORT M.K. KRAFT

Ref. no.: FR/2022/25746



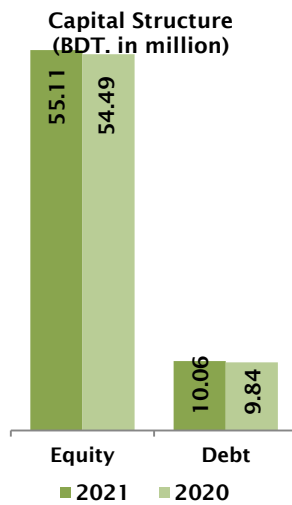
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## Key Snapshot:

Tk. in Million

Particulars	2021	2020
Revenue	53.17	49.01
EBIT	8.96	8.36
Net Profit	6.61	5.79
Total Assets	65.17	64.34
Total Equity	55.11	54.49
Debt	10.06	9.84
Net Profit Margin (%)	12.4	11.8
CCC (Days)	246	262
ICR (X)	21.64	9.17



## Analysts:

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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	19 September 2022	16 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*

Tk. in Million

Bank Name	Investment Mode	Limit Amount	Outstanding Amount	Outstanding Date
Islami Bank Bangladesh Limited	BMTR	5.40	5.87	18.09.2022

*Financial Based on- Un-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 to M.K. Kraft (hereinafter referred to as 'MKK' 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:

- Long experience track of the proprietor
- Own factory premise
- Low levered enterprise
- Good coverage position
- Comfortable security arrangement

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

- Tight liquidity position
- No insurance coverage
- Insufficient disclosure in the financial statements
- Low management information system (MIS)
- Sales revenue with negative growth

The SME rating implies that the enterprise is adjudged above average level of credit worthiness in relation to other small enterprises.

WCRCL also viewed the enterprise with "Stable" outlook and believes that MKK will be able to maintain its good fundamentals in the foreseeable future.