

SURVEILLANCE CREDIT RATING REPORT MOHAMMAD ALI TRADERS

Ref. no.: FR/2022/26072



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	04 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

Tk. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Islami Bank Bangladesh Limited	Composite Facilities	11.00	10.457	06.10.2022

Key Snapshot:

Particulars	2022	2021
Revenue	71.17	63.54
EBIT	2.83	2.14
Net Profit	1.87	1.84
Total Assets	48.66	44.98
Total Equity	36.13	37.28
Debt	12.63	7.70
Net Profit Margin (%)	2.6%	2.9%
CCC (Days)	96	83
ICR (X)	3.00	7.59

Financial Based on-unaudited financial statements up to 30 June, 2022.

Methodology: SME rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

WCRCL has re-affirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Mohammad Ali Traders** (hereinafter referred as "MAT" or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance.

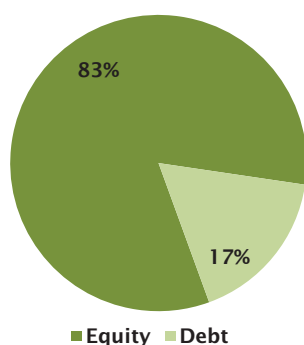
The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Owned business premises and storage facility
- 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 MAT will be able to maintain its good fundamentals in the foreseeable future.