

# SURVEILLANCE CREDIT RATING REPORT NIPA TRADERS



Ref. no.: FR/2022/25894

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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
Islami Bank Bangladesh Limited	Baim	12.00	13.35	15.09.2022

Financial Based on-Audited financial statements up to 30<sup>th</sup> June 2021.

## Key Snapshot:

BDT. in million

Particulars	FY21	FY20
Revenue	103.86	101.25
EBIT	10.23	8.20
Net Profit	7.75	7.69
Total Assets	102.35	396.21
Total Equity	87.90	381.15
Total debt	14.45	15.06
Net Profit Margin (%)	7.5	7.6
CCC (Days)	234	226
ICR (X)	4.23	18.04

## RATING RATIONALE

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

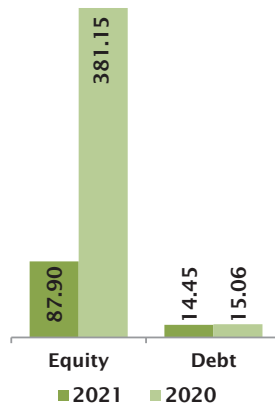
The above rating has been assigned based on the fundamentals of the enterprise which includes:

- Experienced and skilled management
- Good interest coverage position
- Good mortgage security coverage against loan
- Good business network
- Low levered capital structure

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

- Inventory holding risk
- Tight liquidity position
- 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 NT will be able to maintain its good fundamentals in the foreseeable future.