

SURVEILLANCE CREDIT RATING REPORT PAVEL ENTERPRISE



Ref. no.: FR/2022/025537

Report Contents:

Particulars	Page
Rating Rationale	1
Entity Profile	2
Business Management	2
Business Analysis	2
Financial Position Analysis	3
Banking Relationship	4
Risk Factor Analysis	4
Rating Observation	5

SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 4	Stable	19 September 2022	18 September 2023

WCRSE 4 rating is equivalent to Bangladesh Bank SME rating scale of SME 4 under BRPD circular number BRPD(BIC)661/14B(P)/2014/2093

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Standard Bank Limited	CC (Hypo)	12.50	nil	21.08.2022

BDT. in million

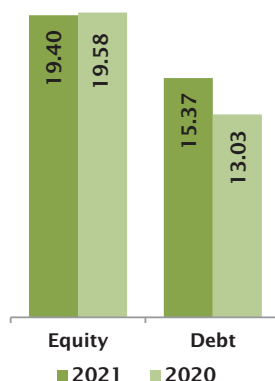
Financial Based on-Unaudited financial statements up to 31 December 2021.

Key Snapshot:

Tk. In Million

Particulars	2021	2020
Revenue	78.75	75.00
EBIT	3.57	4.28
Net Profit	2.09	2.98
Total Assets	34.78	32.60
Total Equity	19.40	19.58
Debt	15.37	13.03
Net Profit Margin (%)	2.7%	4.0%
CCC (Days)	147	156
ICR (X)	3.17	3.72
Revenue	78.75	75.00

**Capital Structure
(BDT. in million)**



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

RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 4' (pronounced as WASO Credit Rating Small Enterprise Four) rating under the SME Rating to **Pavel Enterprise** (hereinafter referred as "PE" 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:

- Good business network
- Experienced of the Proprietor
- Good personal net worth of the Proprietor
- Low levered capital structure
- Good interest coverage position
- Comfortable security arrangement against loan
- Satisfactory banking relationship

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

- No disclosure of financial statements
- Market saturation or high competition
- Tight liquidity position with long cash conversion cycle
- Price volatility of the products
- Proprietorship concern has low legal obligation as an entity

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

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