

SURVEILLANCE CREDIT RATING REPORT RANUKA FASHION & EMBROIDERY

Ref. no.: FR/2022/025861



Report Contents:

Particulars	Page
Rating Rationale	01
Owners Profile	02
Business Management	02
Business Analysis	02
Financial Position Analysis	03
Banking Relationship	04
Risk Factor Analysis	04
Rating Observation	05

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

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount	Outstanding Date
Uttara Bank Limited	CC(Hypo)	2.50	0.63	07.09.2022

Financial Based on- Unaudited financial statements up to 31 December 2021, 2020, and 2019.

Key Snapshot:

Particulars	2021	2020
Revenue	34.52	38.00
EBIT	1.33	1.34
Net Profit	1.12	1.24
Total Assets	11.01	14.24
Total Equity	9.43	10.74
Total Liabilities	1.62	3.50
Net Profit Margin (%)	3.25	3.27
Current Ratio (X)	4.75	3.17
Quick Ratio	1.57	1.75
CCC (days)	66	63
Debt to Equity (X)	0.17	0.32

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

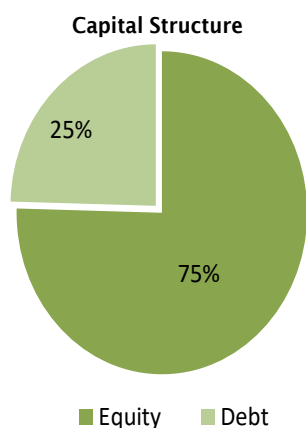
RATING RATIONALE

WCRCL has reaffirmed 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Ranuka Fashion & Embroidery** (hereinafter referred to as 'RF&E' or "The Enterprise") based on its financial and other relevant qualitative and quantitative information up-to the date of the rating declaration.

The above rating has been assigned based on the fundamentals of the enterprise which has long business experiences of the proprietor, good Business network, and low levered concern. However, the above factors are constrained to some extent by poor disclosure in the financial statements, tight liquidity position, small scale operation, and lower profit margin.

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

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



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