

SURVEILLANCE CREDIT RATING REPORT MOBARAK ENTERPRISE

Ref. no.: FR/2022/26019



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SME Rating	WCRSE/WCRME	Outlook	Date of Declaration	Date of Expiration
	WCRSE 3	Stable	11 October 2022	10 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

Name of the Bank	Mode of Investment	Sanctioned Amount	Outstanding Amount Dated on 29.09.2022
Islami Bank Bangladesh Limited	HPSM	1.12	-
	Bai-Murabaha TR	5.00	3.28

Key Snapshot:

Particulars	BDT. in million	
	2021	2020
Revenue	43.65	21.58
EBIT	5.75	4.73
Net Profit	4.19	4.47
Total Assets	41.26	14.20
Total Equity	39.04	8.82
Total debt	2.22	5.38
Net Profit Margin (%)	9.6	20.7
CCC (Days)	110	192
ICR (X)	13.15	28.07

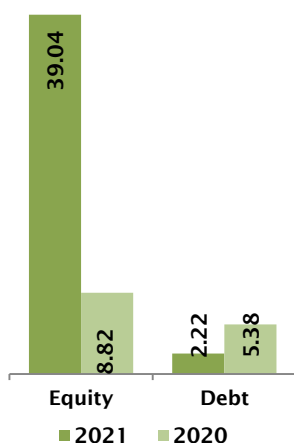
Financial Based on- Management prepared financial statements up to 31st December 2021.

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 **Mobarak Enterprise** (hereinafter referred to as 'ME' or 'The Enterprise') based on its financial and other relevant qualitative and quantitative information up-to the date of the rating assessment.

Capital Structure (BDT. in million)



The above ratings have been assigned based on the fundamentals of the enterprise which include long business experiences of the proprietor, strong business network, good mortgage security coverage against loan, low leverage position in the capital structure & good interest coverage position.

However the above factors are constrained to some extent by lack of disclosure in the financial statement, tight liquidity position with long cash conversion cycle & manual accounting process.

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

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