

# CREDIT RATING REPORT MUNSHI ENTERPRISE

Ref. no.: FR/2022/026283

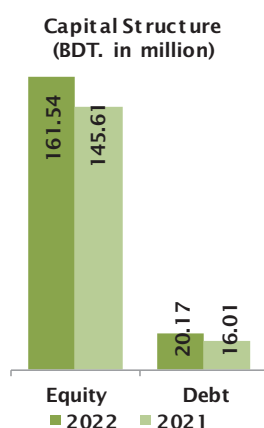


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## Key Snapshot:

BDT. in million			
Particulars	2022	2021	
Revenue	242.68	202.85	
EBIT	13.82	11.76	
Net Profit	13.18	11.23	
Total Assets	181.71	161.62	
Total Equity	161.54	145.61	
Total debt	20.17	16.01	
Net Profit Margin (%)	5.4%	5.5%	
CCC (Days)	114	211	
ICR (X)	21.41	22.10	



## Analysts:

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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

BDT. in Million				
Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount	Date of Outstanding
Standard Bank Limited	SME (SE) Bai-Muajjal(G)	4.00	3.53	10.10.2022

Financial Based on-Unaudited financial statements up to 30<sup>th</sup> June 2022.

Methodology: SME rating methodology published on the WCRCL website at [www.wasocreditrating.com](http://www.wasocreditrating.com)

## RATING RATIONALE

WCRCL has assigned 'WCRSE 3' (pronounced as WASO Credit Rating Small Enterprise Three) rating under the SME Rating to **Munshi Enterprise** (hereinafter referred as "ME" 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 business network
- 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
- No insurance coverage
- Low management information system (MIS) and Manual accounting system

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 **ME** will be able to maintain its good fundamentals in the foreseeable future.